



The Board of Directors
Credit Suisse Life (Bermuda) Ltd.
Victoria Place, 5th Floor
31 Victoria Place
Hamilton HM10
Bermuda

Attention: Carol Feathers

May 31, 2023

Reference: DC/MC/gjd. 01856685001 Transmittal Letter

Subject: Credit Suisse Life (Bermuda) Ltd.

Dear Ms. Carol Feathers,

We enclose the condensed financial statements and the accompanying notes and our signed auditor's report on the condensed financial statements for Credit Suisse Life (Bermuda) Ltd. for the year ended December 31, 2022.

We draw your attention to Appendix A attached, which includes matters that the auditor is required to communicate to those charged with governance in accordance with generally accepted auditing standards.

Please note that no changes should be made to the condensed financial statements without our prior knowledge and agreement.

Very truly yours,

A handwritten signature in cursive script that reads "PricewaterhouseCoopers Ltd.".

Chartered Professional Accountants

PricewaterhouseCoopers Ltd., Chartered Professional Accountants, P.O. Box HM 1171, Hamilton HM EX, Bermuda
T: +1 (441) 295 2000, F: +1 (441) 295 1242, www.pwc.com/bermuda

"PwC" refers to PricewaterhouseCoopers Ltd. (a Bermuda limited company), which is a member firm of PricewaterhouseCoopers International Limited, each member firm of which is a separate legal entity. "Partner" is a title referring to a shareholder, managing director or employee of equivalent standing of PricewaterhouseCoopers Ltd.



May 31, 2023

Report of Independent Auditors

To the Board of Directors of Credit Suisse Life (Bermuda) Ltd.

Opinions

We have audited the accompanying condensed financial statements of Credit Suisse Life (Bermuda) Ltd. (the "Company"), which comprise the condensed balance sheets and condensed statements of capital and surplus as of December 31, 2022 and, 2021, and the related condensed statements of income for the years then ended, including the related notes (collectively referred to as the "condensed financial statements").

Unmodified opinion on regulatory basis of accounting

In our opinion, the accompanying condensed financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and, 2021, and the results of its operations for the years then ended in accordance with the financial reporting provisions of the Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 with respect to condensed general purpose financial statements (the "Legislation").

Adverse opinion on U.S. generally accepted accounting principles

In our opinion, because of the significance of the matter discussed in the *Basis for adverse opinion on U.S. generally accepted accounting principles* section of our report, the accompanying condensed financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Company as December 31, 2022 and December 31, 2021, or the results of its operations for the years then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the condensed financial statements* section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for adverse opinion on U.S. generally accepted accounting principles

As described in Note 3 to the condensed financial statements, the condensed financial statements are prepared by the Company on the basis of the financial reporting provisions of the Legislation, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Bermuda Monetary Authority.

The effects on the condensed financial statements of the variances between the regulatory basis of accounting described in Note 3 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.



Emphasis of matter

We draw your attention to the 'Credit Suisse and UBS to merge' note to the financial statements, which describes the agreement and plan of merger between Credit Suisse Group AG (ultimate parent of Credit Suisse Life (Bermuda) Ltd. and UBS Group AG, which may have an impact on Credit Suisse Life (Bermuda) Ltd.'s future operations and financial performance. Our opinion is not modified in respect of this matter.

Responsibilities of management for the condensed financial statements

Management is responsible for the preparation and fair presentation of the condensed financial statements in accordance with the financial reporting provisions of the Legislation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the condensed financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the condensed financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date the condensed financial statements are available to be issued.

Auditors' responsibilities for the audit of the condensed financial statements

Our objectives are to obtain reasonable assurance about whether the condensed financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the condensed financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the condensed financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the condensed financial statements.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the condensed financial statements.



- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

PricewaterhouseCoopers Ltd.

Chartered Professional Accountants

CONDENSED CONSOLIDATED BALANCE SHEET

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

Expressed in ['000]

United States Dollars

LINE NO.		2022	2021
1	CASH AND CASH EQUIVALENTS	3,761	15,806
2	QUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
	i. Held to maturity	—	—
	ii. Other	—	—
(b)	Total Bonds and Debentures	—	—
(c)	Equities		
	i. Common stocks	—	—
	ii. Preferred stocks	—	—
	iii. Mutual funds	—	—
(d)	Total equities	—	—
(e)	Other quoted investments	—	—
(f)	Total quoted investments	—	—
3	UNQUOTED INVESTMENTS		
(a)	Bonds and Debentures		
	i. Held to maturity	—	—
	ii. Other	—	—
(b)	Total Bonds and Debentures	—	—
(c)	Equities		
	i. Common stocks	—	—
	ii. Preferred stocks	—	—
	iii. Mutual funds	—	—
(d)	Total equities	—	—
(e)	Other unquoted investments	—	—
(f)	Total unquoted investments	—	—
4	INVESTMENT IN AND ADVANCES TO AFFILIATES		
(a)	Unregulated entities that conduct ancillary services	—	—
(b)	Unregulated non-financial operating entities	—	—
(c)	Unregulated financial operating entities	—	—
(d)	Regulated non-insurance financial operating entities	—	—
(e)	Regulated insurance financial operating entities	—	—
(f)	Total investments in affiliates	—	—
(g)	Advances to affiliates	—	—
(h)	Total investments in and advances to affiliates	—	—
5	INVESTMENT IN MORTGAGE LOANS ON REAL ESTATE		
(a)	First liens	—	—
(b)	Other than first liens	—	—
(c)	Total investments in mortgage loans on real estate	—	—
6	POLICY LOANS	—	—
7	REAL ESTATE		
(a)	Occupied by the company (less encumbrances)	—	—
(b)	Other properties (less encumbrances)	—	—
(c)	Total real estate	—	—

CONDENSED CONSOLIDATED BALANCE SHEET

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

Expressed in ['000]

United States Dollars

LINE NO.		2022	2021
	ASSETS		
8	COLLATERAL LOANS	—	—
9	INVESTMENT INCOME DUE AND ACCRUED	—	—
10	ACCOUNTS AND PREMIUMS RECEIVABLE		
(a)	In course of collection	366	39
(b)	Deferred - not yet due	—	—
(c)	Receivables from retrocessional contracts	—	—
(d)	Total accounts and premiums receivable	366	39
11	REINSURANCE BALANCES RECEIVABLE		
(a)	Foreign affiliates	—	—
(b)	Domestic affiliates	—	—
(c)	Pools and associations	—	—
(d)	All other insurers	—	—
(e)	Total reinsurance balances receivable	—	—
12	FUNDS HELD BY CEDING REINSURERS		
13	SUNDRY ASSETS		
(a)	Derivative instruments	—	—
(b)	Segregated accounts companies - long-term business - variable annuities	—	—
(c)	Segregated accounts companies - long-term business - other	69,420	107,218
(d)	Segregated accounts - general business	—	—
(e)	Deposit assets	—	—
(f)	Deferred acquisition costs	—	—
(g)	Not receivables for investments sold	—	—
(h)	THP Receivable	519	—
(i)	Escrow Account	606,078	—
(j)	Other Sundry Assets (Specify)	—	—
(k)	Total sundry assets	676,017	107,218
14	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a)	Letters of credit	—	—
(b)	Guarantees	—	—
(c)	Other instruments	—	—
(d)	Total letters of credit, guarantees and other instruments	—	—
15	TOTAL	680,144	123,063

CONDENSED CONSOLIDATED BALANCE SHEET

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

Expressed in ['000]

United States Dollars

LINE NO.		2022	2021
	TOTAL INSURANCE RESERVES, OTHER LIABILITIES AND CAPITAL AND SURPLUS		
16	UNEARNED PREMIUM RESERVE		
(a)	Gross unearned premium reserves	—	—
(b)	Less: Ceded unearned premium reserve	—	—
	i. Foreign affiliates	—	—
	ii. Domestic affiliates	—	—
	iii. Pools & associations	—	—
	iv. All other reinsurers	—	—
(c)	Total ceded unearned premium reserve	—	—
(d)	Net unearned premium reserves	—	—
17	LOSS AND LOSS EXPENSE PROVISIONS		
(a)	Gross loss and loss expense provisions	—	—
(b)	Less: Reinsurance recoverable balance	—	—
	i. Foreign affiliates	—	—
	ii. Domestic affiliates	—	—
	iii. Pools & associations	—	—
	iv. All other reinsurers	—	—
(c)	Total reinsurance recoverable balance	—	—
(d)	Net loss and loss expenses provisions	—	—
18	OTHER GENERAL BUSINESS INSURANCE RESERVES	—	—
19	TOTAL GENERAL BUSINESS INSURANCE RESERVES	—	—
	LONG-TERM BUSINESS INSURANCE RESERVES		
20	RESERVES FOR REPORTED CLAIMS	—	—
21	RESERVE FOR UNREPORTED CLAIMS	—	—
22	POLICY RESERVES - LIFE	—	—
23	POLICY RESERVES - ACCIDENT AND HEALTH	—	—
24	POLICYHOLDERS' FUNDS ON DEPOSIT	—	—
25	LIABILITY FOR FUTURE POLICYHOLDERS' DIVIDENDS	—	—
26	OTHER LONG-TERM BUSINESS INSURANCE RESERVES	—	—
27	TOTAL LONG-TERM BUSINESS INSURANCE RESERVES	—	—
(a)	Total Gross Long-Term Business Insurance Reserves	—	—
(b)	Less: Reinsurance recoverable balance on long term business		
	i. Foreign affiliates	—	—
	ii. Domestic affiliates	—	—
	iii. Pools & associations	—	—
	iv. All other reinsurers	—	—
(c)	Total Reinsurance Recoverable Balance	—	—
(d)	Total Net Long-Term Business Insurance Reserves	—	—

CONDENSED CONSOLIDATED BALANCE SHEET

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

Expressed in ['000]

United States Dollars

LINE NO.

2022	2021
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CONDENSED CONSOLIDATED BALANCE SHEET

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

Expressed in ['000]

United States Dollars

LINE NO.		2022	2021
	OTHER LIABILITIES		
28	INSURANCE AND REINSURANCE BALANCES PAYABLE	—	—
29	COMMISSIONS, EXPENSES, FEES AND TAXES PAYABLE	244,521	305,098
30	LOANS AND NOTES PAYABLE	—	—
31	(a) INCOME TAXES PAYABLE	—	—
	(b) DEFERRED INCOME TAXES	—	—
32	AMOUNTS DUE TO AFFILIATES	—	—
33	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	1,225	2,246
34	FUNDS HELD UNDER REINSURANCE CONTRACTS		
35	DIVIDENDS PAYABLE	—	—
36	SUNDRY LIABILITIES		
(a)	Derivative instruments		
(b)	Segregated accounts companies	69,420	107,218
(c)	Deposit liabilities	—	—
(d)	Net payable for investments purchased		
(e)	Total sundry liabilities	<u>69,420</u>	<u>107,218</u>
37	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
	OTHER INSTRUMENTS		
(a)	Letters of credit		
(b)	Guarantees		
(c)	Other instruments		
(d)	Total letters of credit, guarantees and other instruments		
38	TOTAL OTHER LIABILITIES	<u>315,166</u>	<u>414,562</u>
39	TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	<u>315,166</u>	<u>414,562</u>
	CAPITAL AND SURPLUS		
40	TOTAL CAPITAL AND SURPLUS	364,978	(291,499)
41	TOTAL	<u><u>680,144</u></u>	<u><u>123,063</u></u>

CONDENSED CONSOLIDATED STATEMENT OF INCOME
Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

expressed in ['000s]

United States Dollars

LINE NO.		2022	2021
	GENERAL BUSINESS UNDERWRITING INCOME		
1	GROSS PREMIUMS WRITTEN		
	(a) Direct gross premiums written	—	—
	(b) Assumed gross premiums written	—	—
	(c) Total gross premiums written	—	—
2	REINSURANCE PREMIUMS CEDED	—	—
3	NET PREMIUMS WRITTEN	—	—
4	INCREASE (DECREASE) IN UNEARNED PREMIUMS	—	—
5	NET PREMIUMS EARNED	—	—
6	OTHER INSURANCE INCOME	—	—
7	TOTAL GENERAL BUSINESS UNDERWRITING INCOME	—	—
	GENERAL BUSINESS UNDERWRITING EXPENSES	—	—
8	NET LOSSES INCURRED AND NET LOSS EXPENSES INCURRED	—	—
9	COMMISSIONS AND BROKERAGE	—	—
10	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	—	—
11	NET UNDERWRITING PROFIT (LOSS)- GENERAL BUSINESS	—	—
	LONG TERM BUSINESS INCOME		
12	GROSS PREMIUMS AND OTHER CONSIDERATIONS		
	(a) Direct gross premiums and other considerations	—	—
	(b) Assumed gross premiums and other considerations	—	—
	(c) Total gross premiums and other considerations	—	—
13	PREMIUM CEDED	—	—
14	NET PREMIUMS AND OTHER CONSIDERATION	—	—
	(a) Life	—	—
	(b) Annuities	—	—
	(c) Accident and Health	—	—
	(d) Total Net Premiums and Other Considerations	—	—
15	OTHER INSURANCE INCOME	108	238
16	TOTAL LONG-TERM BUSINESS INCOME	108	238
	LONG-TERM BUSINESS DEDUCTIONS AND EXPENSES		
17	CLAIMS - LIFE	—	—
18	POLICYHOLDERS' DIVIDENDS	—	—
19	SURRENDERS	—	—

CONDENSED CONSOLIDATED STATEMENT OF INCOME

Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

expressed in ['000s]

United States Dollars

LINE NO.		2022	2021
20	MATURITIES	—	—
21	ANNUITIES	—	—
22	ACCIDENT AND HEALTH BENEFITS	—	—
23	COMMISSIONS	—	—
24	OTHER	—	—
25	TOTAL LONG-TERM BUSINESS DEDUCTIONS AND EXPENSES	—	—
26	INCREASE (DECREASE) IN POLICY RESERVES (ACTUARIAL LIABILITIES):		
	(a) Life	—	—
	(b) Annuities	—	—
	(c) Accident and Health	—	—
	(d) Total increase (decrease) in policy reserves	—	—
27	TOTAL LONG-TERM BUSINESS EXPENSES	—	—
28	NET UNDERWRITING PROFIT (LOSS)– LONG-TERM BUSINESS	108	238
29	COMBINED NET UNDERWRITING RESULTS BEFORE THE UNDERNOTED ITEMS	108	238
	UNDERNOTED ITEMS		
30	COMBINED OPERATING EXPENSE		
	(a) General and administration	(37,925)	319,333
	(b) Personnel cost	—	—
	(c) Other	—	—
	(d) Total combined operating expenses	(37,925)	319,333
31	COMBINED INVESTMENT INCOME - NET	—	—
32	COMBINED OTHER INCOME (DEDUCTIONS)	—	—
33	COMBINED INCOME BEFORE TAXES	38,033	(319,095)
34	COMBINED INCOME TAXES (IF APPLICABLE):		
	(a) Current	—	—
	(b) Deferred	—	—
	(c) Total	—	—
35	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	38,033	(319,095)
36	COMBINED REALIZED GAINS (LOSSES)	—	—
37	COMBINED INTEREST CHARGES	—	—
38	NET INCOME	38,033	(319,095)

CONDENSED CONSOLIDATED STATEMENT OF CAPITAL AND SURPLUS
Credit Suisse Life (Bermuda) Ltd.

As at

December 31, 2022

expressed in ['000s]

United States Dollars

LINE NO.		2022	2021
1	CAPITAL:		
(a)	Capital Stock authorized 500,000 shares of par value \$1 each issued and fully paid 500,000 shares	500	500
	(ii) authorized shares of par aggregate liquidation value for-	—	—
	(iii) Treasury shares: value each issued	—	—
(b)	Contributed surplus	642,445	24,000
(c)	Any other fixed capital		
	(i) Hybrid capital instruments	—	—
	(ii) Guarantees and others	—	—
	(iii) Total any other fixed capital	—	—
(d)	Total Capital	<u>642,945</u>	<u>24,500</u>
2	SURPLUS:		
(a)	Surplus - Beginning of Year	(315,999)	3,096
(b)	Add: Income for the year	38,032	(319,095)
(c)	Less: Dividends paid and payable	—	—
(d)	Add (Deduct) change in unrealized appreciation (depreciation) of investments	—	—
(e)	Add (Deduct) change in non-admitted assets	—	—
(f)	Add (Deduct) change in appraisal of real estate	—	—
(g)	Add (Deduct) change in any other surplus	—	—
(h)	Surplus - End of Year	<u>(277,967)</u>	<u>(315,999)</u>
3	MINORITY INTEREST	—	—
4	TOTAL CAPITAL AND SURPLUS	<u><u>364,978</u></u>	<u><u>(291,499)</u></u>

CREDIT SUISSE LIFE (BERMUDA) LTD.

NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS

31 DECEMBER 2022

(expressed in United States Dollars)

General Note

1. Credit Suisse Life (Bermuda) Ltd. (the "Company") was incorporated on November 19, 2004 under the laws of Bermuda and is licensed as a Class C long term insurer under the Insurance Act, 1978 of Bermuda and related regulations. The Company was registered under the Segregated Accounts Companies Act 2000 on January 13, 2005.

The Company is a wholly owned subsidiary of Credit Suisse AG. The ultimate beneficial owner of the Company is Credit Suisse Group AG, a leading global financial services company domiciled in Zurich, Switzerland.

2. The Company provides a unit linked individual life insurance product. Under the terms of the policy, the policyholder bears the risk of changes in the valuation of investments held within each individual policy. The Company does not assume any mortality risk under the life insurance product. The Company ceased accepting new client applications effective September 30, 2013, but continues to provide full service to the "closed block" of policies. In 2014 the company created a plan to close all policies. On April 30, 2014, the Company communicated the plan to the Bermuda Monetary Authority (BMA), as the plan constitutes a "significant (disclosable) event" as described in the Insurance Act 1978. As part of the plan the Company intends as a first step to approach each Policy Holder informing them of the plan. Prior to this step, the Authority requested that an independent Anti-Money Laundering (AML) review be performed over a sample of policies. The independent AML review report was completed on June 5, 2015 and findings communicated to BMA on July 3, 2015. To date, the Company has not been notified of any corrective/remediation measures by the BMA.

On September 24, 2015, the Board of Directors of the Company resolved with immediate effect to discontinue the Life Portfolio International (LPI) policy product line. With effect January 11, 2016, the remaining four active policies as of December 31st, 2022, will be still managed by the Company. The company has commenced the process of terminating or transferring LPI policies to alternative products within the Credit Suisse Group.

Management plans to exit all residual LPI policies as soon as possible and thereafter liquidate the Company. There is uncertainty as to the timing of completion of this process.. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

CREDIT SUISSE LIFE (BERMUDA) LTD.

NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS

31 DECEMBER 2022

(expressed in United States Dollars)

The Company places the assets and corresponding liabilities for each life insurance policy in a segregated account to ensure that each life insured's assets are insulated from the liabilities associated with all other life insured's. The segregated account protects against both insolvency of any other life insured's segregated account or of the Company itself. The Company has inter-group service agreements with Credit Suisse AG for the provision of asset management and custody services.

3. Accounting standards

These condensed general purpose financial statements are prepared in accordance with financial reporting provisions of the Insurance Act 1978, amendments thereto and the Insurance Accounts Rules 2016 with respect to condensed general purpose financial statements (the "Legislation"). The recognition and measurement principles applied are in line with accounting principles generally accepted in the United States of America ("US GAAP"). The presentation of these financial statements in accordance with the guidance prescribed under the legislation differs from US GAAP in certain respects as follows:

- The format of the financial statements is prescribed by schedules IX and X of the Insurance Accounts Rules 2016.
- Statement of Cash Flows or equivalent is not included
- Certain disclosures required by US GAAP are not included; and
- Comprehensive income and its components are not presented in the condensed statement of income.

4. Accounting policies

The Company's significant accounting policies are as follows:

a) Premiums

The sole business of the company is the transaction of the life assurance and it earns its revenue from the Premiums earned. The company is not in the business of assuming reinsurance neither has ceded any Insurance to any other company. Hence there is no Premium assumed or ceded.

Premiums are measured and recognized on an accrual basis. The Company is currently in run-off and no business has been written in 2022.

CREDIT SUISSE LIFE (BERMUDA) LTD.**NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS****31 DECEMBER 2022**

(expressed in United States Dollars)

b) Segregated Assets and liabilities

The Segregated Assets for each policyholder are held as collateral against the (equal) Segregated Liabilities for the same policy holder. There are no unsecured policyholder obligations as the Segregated Liability value for each account holder equals the Segregated Asset value for the same account holder. The above segregated assets and liabilities are reflected on line 13(c) and 36(b) of these financial statements.

All Segregated Account assets are held for the designated policy owners. The policy owners bear the risks of any change in market value without recourse to the General Account. Interest and mortality factors are not applicable.

The funds held in policyholders Segregated Accounts are invested in Cash, Bonds, Equities, Funds and Other Quoted Investments and are reflected on line 13(c). The measurement and recognition of Segregated Account investments is based on the purchase price, subsequently adjusted to fair value, which is generally the current market value.

The following are Segregated Assets and Liabilities of the company:

	2022	2021
	USD'000	USD'000
Segregated Assets:	69,420	107,218
Cash	41,767	72,245
Bonds	10,883	12,810
Equities	15,822	21,080
Funds	872	999
Other Investments	1	1
Investment income due and accrued	75	83
Segregated Liabilities:	69,420	107,218
Policy reserves - Life	37,922	71,723
Policy holders' funds on deposit		
Due to general account	(75)	(195)
Insurance & reinsurance balances payable	31,573	35,690

c) Insurance reserves

CREDIT SUISSE LIFE (BERMUDA) LTD.

NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS

31 DECEMBER 2022

(expressed in United States Dollars)

Insurance Reserves are the amount payable to the policy holders & are carried at fair value of the invested assets held on behalf of the policy holder. The balance is currently zero as policyholder funds are reflected in the Segregated Accounts balances.

d) Insurance balance payable

These are the payables which are due but not yet paid to the Policy holders and are occurring due to Surrenders or Claims from the Policy holders. These are carried at amortized cost.

e) Cash and cash equivalents

The company considers Cash Equivalents as short-term and highly liquid instruments with an original maturity of three months or less. The General Account's cash and cash equivalents are classified as a level 1 instrument on the fair value hierarchy.

f) Foreign currency

- i. Foreign currency transactions are translated to US dollars at the rates of exchange ruling at the end of the month in which the transaction took place.
- ii. Foreign currency assets and liabilities are translated to US dollars at the rates ruling at the statutory balance sheet date.
- iii. Profits and Losses arising from such transactions are included in the Statement of Income under Other Insurance Income.

g) Policy holder acquisition costs and income

Policyholder acquisition costs are fully expensed when incurred. Policyholder fee income is fully recognized as revenue when funds are received.

5. Basis of recognition

Premium - Refer to Note 4.

Investment and commission Income – Not applicable.

CREDIT SUISSE LIFE (BERMUDA) LTD.

NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS

31 DECEMBER 2022

(expressed in United States Dollars)

6. Foreign currency translation : Refer to Note 4 (f).

7. Not Applicable.

8. Material Contingencies or Commitments

As of the balance sheet date the company had not recorded any related contingent liability reserve nor made any commitment. A provision for legal fees has been included in the amount recorded on Line 33 of the Balance Sheet, in respect of the following:

Lawsuits in Bermuda

The Company is subject to a claim in Bermuda. The Plaintiffs 'best estimate' of their losses is extremely substantial compared to the assets of the company. The trial took place in the Supreme Court of Bermuda in November and December 2021. The Supreme Court of Bermuda issued a first instance judgment on March 29, 2022, finding for the plaintiff. On May 6, 2022, the Supreme Court of Bermuda issued an order awarding damages of USD 607.35 million to the plaintiff. On May 9, 2022, the Company appealed the decision to the Bermuda Court of Appeal. On July 25, 2022, the Supreme Court of Bermuda granted a stay of execution of its judgment pending appeal on the condition that damages awarded were paid into an escrow account within 42 days. Following satisfaction of the required condition, the Supreme Court of Bermuda granted a stay of execution of the judgment pending appeal. The balance in the escrow account as on December 31, 2022, is USD 606M. This is reflected in Line 13(i) of the Balance Sheet. The amount of paid legal fees in 2022 is USD 21.3M, which includes the amount of USD 10.47M paid on account of procedural costs directly to the plaintiffs on August 25th, 2022.

9–12. Not Applicable

13. Fair Value: Refer to Note 4(e)

14. Not Applicable

15. Related party transactions

The Company is owned by Credit Suisse AG incorporated in Switzerland. The ultimate parent company is Credit Suisse Group AG, which is incorporated in Switzerland.

CREDIT SUISSE LIFE (BERMUDA) LTD.**NOTES TO THE CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS****31 DECEMBER 2022**

(expressed in United States Dollars)

Copies of group Financial Statements of Credit Suisse AG and Credit Suisse Group AG, which are those of the smallest and largest groups in which the results of the Company are consolidated, are available to the public and may be obtained from Credit Suisse Group AG, Paradeplatz 8, 8070 Zürich, Switzerland or via the group's website.

The Company's related party transactions during 2022 were all with its parent company, and comprised:

		2022	2021
	Balance Sheet	US\$'000	US\$'000
Line 1	Cash & Cash equivalents	3,761	15,806
Line 29	Commissions, Expenses, Fees and Taxes Payable	158	62
Line 33	Accounts payable and accrued liabilities	0	976
	Income Statement	US\$'000	US\$'000
Line 15	Other Insurance Income	0	1
Line 30(d)	Combined operating expense	390	190

Notes to the Balance Sheet

1-9. Not applicable.

10. Accounts Receivable comprises fee income due to the company from policyholders for ongoing administration of policyholder asset accounts.

13. Refer to General Note 4 (b).

14-28. Not applicable.

29. Commissions Expenses and Fees comprises amounts due and provisions for administrative overhead charges, including legal fees.

30-32. Not applicable.

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(expressed in United States Dollars)

33. Accounts Payable and Accrued Liabilities comprises:

	2022	2021
	\$'000	\$'000
Payments due (death claims)	1,216	1,260
Other accounts payable	9	986
Total	1,225	2,246

The payments due (death claims) are balances due in respect of the policy value paid out to beneficiaries following the death of a policyholder. Upon death the policy terminates and the related segregated account assets are liquidated and the total proceeds transferred to the company's operating account pending final payment to the beneficiaries.

34-35. Not applicable.

36. Refer to General Note 4 (b).

Notes to the Statement of Income

6. Other Insurance Income represent policy administration fees and charges, bank interest income and expenses and commission expenses

15-29. Not applicable.

30. General and administration expenses comprises of litigation, management fees and legal fees.

31-32. Not applicable

Notes to the Statement of Capital and Surplus

1(a) The Authorized and Issued Share Capital of the Company comprises 500,000 ordinary shares of par value \$1, all fully paid.

1(b) Contributed Surplus: In 2022 the Company has received two injections of additional surplus for a total of USD 618.45 million (USD 11.10 million and USD 607.35 million on August 25th 2022 and on September 14th 2022 respectively) as contributed surplus from Credit Suisse AG to meet its capital

CREDIT SUISSE LIFE (BERMUDA) LTD.

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and solvency requirements driven by the legal fees in connection with the claim in Bermuda, as reported above in 'Lawsuits in Bermuda' paragraph.

2(c) Dividends: No dividends have been paid during the year ended 31 December 2022 (2021: Nil).

Credit Suisse and UBS to merge

On March 19, 2023, Credit Suisse Group AG and UBS Group AG entered into an agreement and plan of merger ("the merger"), to be completed at a date yet to be determined. The Company is a consolidated subsidiary of Credit Suisse Group AG, and as such the future operations and financial performance of the Company as well as its future strategic alignment with subsidiaries of UBS Group AG may be impacted as a result of the merger.