

Annual Report
2022

APK Allgemeine Pensionskasse der SAirGroup

Introductory remarks 2022

The SAirGroup General Pension Scheme (GPS) looks back on a very challenging investment year. The year 2022 was characterized by strong price fluctuations. Energy prices and ongoing supply chain problems have pushed inflation to high levels worldwide. Global economic growth slowed as a result. In the bond markets, interest rate hikes by central banks had a negative impact on valuations. Stock markets showed strong price fluctuations, but recovered in the meantime. The positive effects were triggered by the conviction of market participants that, due to lower inflation figures, only smaller interest rate steps would be necessary to combat inflation. At the same time, companies continued to generate high profits, which also had a positive impact on valuations.

The strategy review conducted in 2022 confirmed that investments were broadly diversified across traditional markets, balanced interest rate, credit and equity risks, but tended to have an above-average proportion of illiquid assets. A riskier investment strategy with higher return potential is not indicated due to the reduced structural risk capacity resulting from the absence of an employer. The Board of Trustees has addressed the following key issues in 2022:

- Sustainability in asset investment
- Gradual sale of indirectly held real estate investments
- Review of fixed-term deposits with implications for liquidity management

The APK portfolio achieved an annual performance of minus 3.18%. The funding ratio at year-end was 131.9%. The pension fund is in a healthy position, and its financial risk capacity remains unrestricted.

We take this opportunity to thank our colleagues on the Board of Trustees, our accredited pension actuary and our scheme's administrative office for our pleasant and constructive collaborations.



Peter Ramel
Chairman of the Board of Trustees



Pascal Buracco
Managing Director

Balance sheet at december 31 2022

(in CHF million, by market value)

Assets	2022	2021
Current accounts and receivables	248.2	258.8
CHF bonds	33.0	50.0
Equities Switzerland	126.2	174.3
Equities Europe	23.8	28.8
Equities North America	42.6	56.4
Equities Japan	20.4	24.6
Equities Pacific excluding Japan	22.3	24.3
Equities Emerging Markets	25.6	38.5
Real estate in Switzerland (indirect investments)	586.9	643.0
Real estate in Switzerland (direct investments)	1.3	1.3
Mortgage loans	48.6	57.3
Non-traditional investments	1.5	1.5
Prepaid expenses	0.0	18.8
Balance sheet total	1,180.4	1,377.7

Liabilities	2022	2021
Payables	0.2	0.2
Accrued liabilities	0.2	0.2
Non-actuarial reserves	1.7	1.7
Actuarial capital for insurees and pension recipients	889.0	972.0
Actuarial reserves	4.5	24.3
Fluctuation reserve	160.8	179.3
Freely disposable funds	124.1	200.1
Balance sheet total	1,180.4	1,377.7

Income statement for 2022

(in CHF million)

	2022	2021
Pensions and capital payments	-83.9	-88.5
Supplementary payments	-77.1	-73.2
Leaving benefits paid	-0.1	-0.1
Outflow through payments	-161.1	-161.8
Change in actuarial capital	102.8	94.4
Insurance expense	-0.1	-0.1
Other income/expense	-	-
Net result from insurance activities	-58.4	-67.4
Income from		
– mortgage loans	0.7	0.7
– securities	-62.6	67.5
– real estate	26.3	47.2
Net result from investment activities	-35.5	115.5
Administrative expense	-0.7	-0.7
Income surplus/(shortfall) before releases from fluctuation reserve	-94.4	47.4
Release from fluctuation reserve	18.5	17.0
Income surplus/(shortfall) for the year	-75.9	64.4

Asset structure

Asset allocations by type as at 31.12.2022

	in CHF million	in %
Current accounts and receivables	248.2	21.0
Bonds	33.0	2.8
Mortgage loans	48.6	4.1
Equities	261.0	22.1
Real estate in Switzerland	588.1	49.8
Non-traditional investments	1.5	0.1
Total	1,180.4	100.0

Pension payments

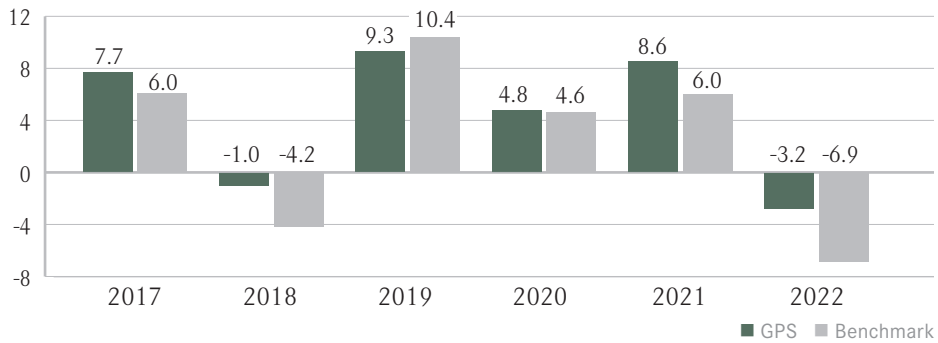
Pension payments by type in 2022

	in CHF million	in %
Retirement pensions	47.0	29.2
Widow's/widower's pensions	28.1	17.4
Disability pensions	8.7	5.4
Child's pensions	0.1	0.1
Supplementary payments	77.1	47.9
Total	161.0	100

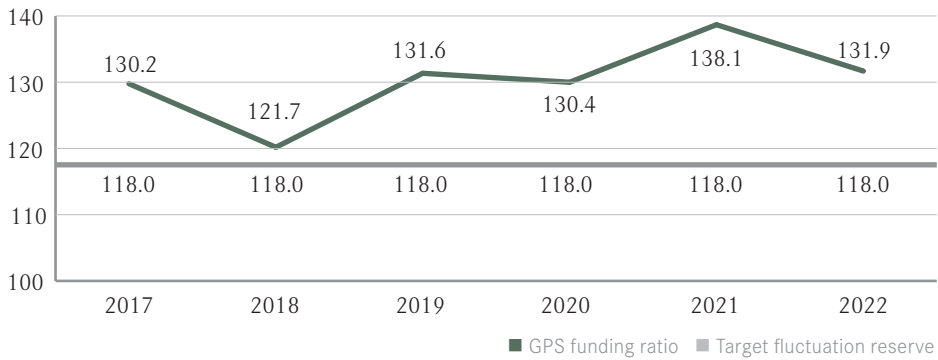
Pension recipients

	31.12.2022	31.12.2021
Of retirement pensions	1,311	1,411
Of widow's/widower's pensions	1,071	1,110
Of disability pensions	411	424
Of child's pensions	28	29
Total	2,821	2,974

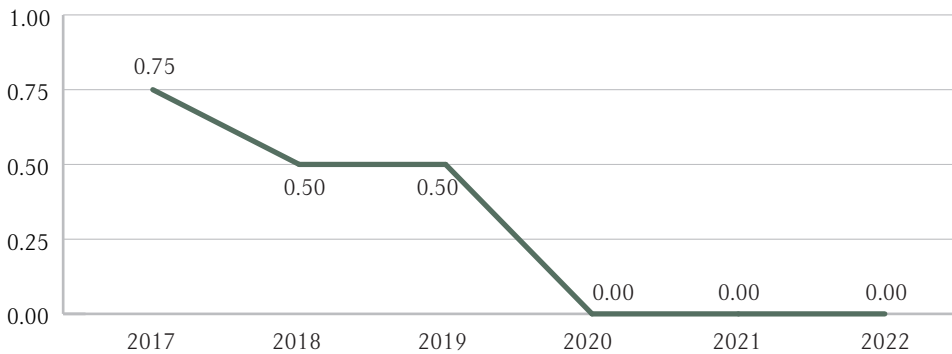
Performance in %



Funding ratio in %



Actuarial interest rate in %



Organization

Board of Trustees

Peter Ramel	Chairman
Walter Kälin	Deputy Chairman
Max Michel	Member
René Müller	Member
Ruth Mathias	Member
René Wieser	Member
Hans-Ulrich Schneider	Member

Auditors

BDO AG, Schiffbaustrasse 2, 8031 Zurich
Renzo Ferretti

Accredited pension actuary

Dipeka AG, St. Alban-Vorstadt 14, 4052 Basel
Dominique Koch

Scheme management

PFS Pension Fund Services AG, Sägereistrasse 29, 8152 Glattbrugg

Pascal Buracco	Managing Director
Reto Haupt	Accounting
Christian Cantieni	Customer Advisor

Contact and website

Phone +41 43 210 18 43
swissair-group-pensions.com