

To the Board of Directors of
Swiss Life Group
General-Guisan Quai 40
8002 Zürich

Zurich, 25th August 2006

Opinion on reasonable assurance of the Embedded Value Information per 30.06.2006

Dear Sirs

We have assessed whether the Embedded Value-guidelines, version 1.07a, dated 3rd July 2006 ("EV-Guidelines") prepared by Swiss Life Group ("the Company")'s management correspond with generally accepted actuarial methods. Furthermore we have assessed the reasonableness of the assumptions derived from these guidelines and of the models used as well as of the Embedded Value-figures ("EV-Figures"), Analysis of Change and Sensitivities prepared by the Company's management.

The EV-Figures, Analysis of Change and Sensitivities ("Embedded Value Information") are the responsibility of the Board of Directors.

Our responsibilities in relation to the Embedded Value Information is, as set out in our letter of engagement, to report to you our opinion as to whether the Embedded Value Information has been properly prepared in accordance with methods and assumptions prescribed by the management.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties (except with our prior written consent which we may withhold without indicating a reason). This report relates only to the purpose stated above and does not extend to any financial statements of Swiss Life.

We have conducted our assessment in accordance with the "International Standard on Assurance Engagements 3000". Our procedure included examination, on a test basis, of evidence relevant to the amounts and disclosures in the Embedded Value Information. Our procedures included an assessment of the significant estimates and judgements made by the Company in preparation of the Embedded Value Information.

We planned and performed our work so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Embedded Value Information is free from material misstatement.

In our opinion:

- The methodology set out in the EV-Guidelines, in all material respects and with due regard to the nature of the business, is appropriate and consistent for the purpose of the (traditional) Embedded Value;

- The local implementation of the methodology is, in all material respects and with due regard to the nature of the business, consistent with the prescriptions of the management of the Company and in line with general market practice;
- The assumptions determined by Swiss Life are reasonable to derive the Embedded Value Information;
- The Embedded Value Information has been properly compiled on the basis of the chosen assumptions and methodology.

Yours sincerely,

PricewaterhouseCoopers AG



Michael Köhler



Morgan Schaeffer

Enclosures:

- Embedded Value Information
- EV-Guidelines

Enclosure 1: Embedded Value information

All amounts are in CHF million.

Summary of Embedded Value:

	30.06.2006	31.12.2005
Net asset value (local statutory accounts)	6'636	5'942
Value of in-force business	5'303	4'809
Cost of Solvency capital	-1'864	-1'864
Total embedded value	10'075	8'887

Embedded Value by geographical zone:

	30.06.2006	31.12.2005
Switzerland		
Net asset value (local statutory accounts)	2'500	2'312
Value of in-force business	2'781	2'576
Cost of Solvency capital	-1'189	-1'167
Elimination effects	-229	-106
Embedded Value	3'863	3'614
Europe		
Net asset value (local statutory accounts)	2'328	1'925
Value of in-force business	2'522	2'233
Cost of Solvency capital	-675	-697
Embedded Value	4'175	3'460
Swiss Life Holding		
Net asset value (local statutory accounts)	2'037	1'813
Embedded Value	2'037	1'813
Total Embedded Value	10'075	8'887

The values at which the "Banca del Gottardo" and "Swiss Life Investment Management Holding" are included in the net asset value of Swiss Life Holding are as follows:

Book value	30.06.2006	31.12.2005
Banca del Gottardo	1'340	1'340
Swiss Life Investment Management Holding	295	295

Value of new business:

	Annual Premium Equivalent	Value New Business
Switzerland	206	32
France	207	19
Germany	94	15
The Netherlands	188	12
Belgium & Luxembourg	36	-
Total	731	78

Analysis of Changes:

	Swiss Life Group
Reported Value at end of previous year	8'887
Effect of moving forward	351
Investment return 2006 variance	174
Future investment return variance	621
Value of new business 2006	78
Various	-36
Reported Value at end of period	10'075

Sensitivities – Business in Force:

Base Case	Switzerland		Europe		Total SL Holding	
	3'863	Deviation	4'175	Deviation	10'075	Deviation
Investment return + 100 bp	4'359	496	4'774	599	11'170	1'095
Investment return - 100 bp	2'929	-935	3'494	-680	8'460	-1'615
RDR - 100 bp	4'293	430	4'470	295	10'800	725
New money rate (Bonds only) + 100 bp	4'009	145	4'468	294	10'514	439
New money rate (Bonds only) - 100 bp	3'665	-198	3'865	-310	9'567	-508
150% cost of locking-in	3'269	-594	3'874	-301	9'180	-895
Asset values (Equity only) + 10%	4'055	192	4'240	65	10'332	257
Asset values (Equity only) - 10%	3'662	-201	4'112	-62	9'812	-263

Sensitivities – New business:

Base Case	Total SL Holding	
	78	Deviation
Investment return + 100 bp	100	22
Risk Discount Rate - 100 bp	104	26
Administration costs - 10%	86	8
Acquisition costs - 10%	91	14
New money rate (bonds only) + 100 bp	97	19

Economic assumptions - Return assumptions per asset class:

	Switzerland		Europe	
	Current	in 5 years	Current	in 5 years
Bonds return	3.1%	3.5%	4.3%	4.7%
Real Estate return	4.5%	5.0%	5.2%	5.5%
Equities return	6.5%	6.5%	7.5%	7.5%
Hedge funds	6.0%	6.0%	7.0%	7.0%