



SwissLife

Asset Managers

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

A public limited company (*société anonyme*) qualifying as a Luxembourg Specialised Investment Fund (*fonds d'investissement spécialisé*) under the form of an investment company with variable share capital (*société d'investissement à capital variable*)

With a registered office at:
4a, rue Albert Borschette L-1246 Luxembourg
Grand Duchy of Luxembourg

R.C.S. number: B 218 217

Audited Financial Statements for the year ended 31 December 2023

No subscription can be received on the basis of these financial statements. Subscriptions may only be accepted on the basis of the current confidential private placement memorandum accompanied by an application form and the latest available annual report of the Swiss Life Loan Fund (LUX) S.A., SICAV-SIF.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

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Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

GENERAL INFORMATION (unaudited information)

Registered office of the Fund

4a, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of Luxembourg

Directors of the Fund are:

Daniel Holtz

Mario Koster

Thomas Albert

AIFM

Swiss Life Asset Managers Luxembourg
4a, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of Luxembourg

Directors of the AIFM are:

Thomas Albert

Uwe Druckenmüller

Per Erikson

Robin van Berkel

Thomas Nummer

Conducting Officers of the AIFM are:

Uwe Druckenmüller
Thomas Albert
Franziska Feitzinger
Giedre Plentaite (Up to 19 July 2023)
Jasmin Heitz
Tilo Reichert

Investment Managers

Swiss Life Asset Management AG (for Senior Secured Loans I, II,
III, IV and V)
40, General Guisan-Quai
8002 Zurich
Switzerland

Swiss Life Asset Managers France (for ESG Infrastructure Debt)
153, rue Saint Honoré
75001 Paris
France

Depositary

The Bank of New York Mellon SA/NV, Luxembourg Branch
2-4, rue Eugène Ruppert
L-2453 Luxembourg
Grand Duchy of Luxembourg

Administrative Agent - Registrar and Transfer Agent

The Bank of New York Mellon SA/NV, Luxembourg Branch
2-4, rue Eugène Ruppert
L-2453 Luxembourg
Grand Duchy of Luxembourg

Paying Agent

The Bank of New York Mellon SA/NV, Luxembourg Branch
2-4, rue Eugène Ruppert
L-2453 Luxembourg
Grand Duchy of Luxembourg

Auditor of the Fund

PricewaterhouseCoopers, Société Coopérative,
2, rue Gerhard Mercator
L-2182 Luxembourg
Grand Duchy of Luxembourg

Legal Advisers in Luxembourg

Arendt & Medernach S.A.
41A, Avenue J.F.Kennedy
L-2082 Luxembourg
Grand Duchy of Luxembourg

Independent Appraisers

(for ESG Infrastructure Debt)
Grant Thornton Corporate Finance Limited
13-18 City Quay
Dublin
D02 ED70
Ireland

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

MANAGEMENT REPORT (unaudited information)

Swiss Life Loan Fund (Lux) S.A., SICAV-SIF, (the “Fund”) is a public limited company “*société anonyme*” incorporated under the laws of the Grand Duchy of Luxembourg as a specialised investment fund in the form of an investment company with variable share capital “*société d’investissement à capital variable - fonds d’investissement spécialisé*”. The Fund is subject to the law of 13 February 2007 relating to specialised investment funds, as amended or supplemented from time to time (the “2007 Law”) and the law of 10 August 1915 concerning commercial companies, as amended or supplemented from time to time (the “1915 Law”).

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans I (the “SSL I”) initial investments occurred in October 2017 and it entered into GIPS reporting in October 2018. It had a total NAV of USD 1,095m on 31 December 2023 (2022: USD 1,183m).

During 2023 there were some redemptions of total USD 189m and subscriptions of total USD 70 m in the SSL I.

SSL I paid USD 87.999m dividends in 2023 (2022: USD 28.461m).

This SSL I is officially USD denominated.

Since inception in October 2017 to end of March 2021, the SSL I used the Credit Suisse Leveraged Loan Index – Upper Tier as its benchmark. This benchmark is 100 % USD denominated.

On 1st April 2021, the SSL I changed its benchmark from the Credit Suisse Leverage Loan Index – Upper Tier (100 % USD denominated) into the weighted sum of two sub-indices:

- 80 % Credit Suisse Leveraged Loan Index – Upper Tier
- 20 % Credit Suisse Western European Leveraged Loan Index – Upper Tier EUR only (Hedged into USD)

On 1st January 2022, the SSL I changed its benchmark from the weighted sum of two sub-indices (80% Credit Suisse Leveraged Loan Index – Upper Tier & 20% Credit Suisse Western European Leveraged Loan Index – Upper Tier EUR (Hedged into USD)) into the weighted sum of two JPMorgan sub-indices:

- 80% JPMorgan US Leveraged Loans Upper Tier USD
- 20% JPMorgan EU Leveraged Loans Upper Tier (USD hedged)

At the end of December 2023, the SSL I’s investments were 65.3% USD and 34.7% EUR denominated.

In 2023, the SSL I generated a total return of (net) 11.04 % (2022: -0.03 %).

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans II (the “SSL II”) initial investments occurred in November 2017 and it entered into GIPS reporting in July 2018. It had a total NAV of EUR 1,385m on 31 December 2023 (2022: EUR 1,250m).

During 2023 there were EUR 49.74m in-flows in the SSL II.

The SSL II paid a dividend of EUR 28.0m in 2023 (2022: EUR 12.7m).

This SSL II is officially EUR denominated.

The SSL II uses as its benchmark the weighted sum of two JPMorgan sub-indices:

- 80 % JPMorgan US Leveraged Loans Upper Tier (EUR hedged)
- 20 % JPMorgan EU Leveraged Loans Upper Tier EUR

At the end of December 2023, the SSL II’s investments were 55.7% USD denominated and 44.3% EUR denominated.

In 2023, the SSL II generated a total return of (net) -6.79 % (2022: -2.01 %).

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

MANAGEMENT REPORT (unaudited information) (continued)

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans III (the “SSL III”) initial investments occurred in July 2018 and it entered into GIPS reporting April 2019. It had a total NAV of EUR 1,376m on 31 December 2023 (2022: EUR 1,267m).

The SSL III had additional in-flows in an amount of EUR 46.7m in 2023 (2022: EUR 110.2m).

The SSL III paid EUR 52.0m dividends in 2023 (2022: EUR 26.0m).

The SSL III is officially EUR denominated.

The SSL III uses as its benchmark weighted sum of two JPMorgan sub-indices:

- 80 % JPMorgan US Leveraged Loans Upper Tier (EUR hedged)
- 20 % JPMorgan EU Leveraged Loans Upper Tier EUR

At the end of December 2023, the SSL III's investments are 53.5% USD denominated and 46.5% EUR denominated.

In 2023, the SSL III generated an YTD total return of (net) +7.98 % (2022: -2.07%) for the full year 2023.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans IV (the “SSL IV”) initial investments occurred in July 2018 and it entered into GIPS reporting in December 2018. It had a total NAV of USD 1,057m on 31 December 2023 (2022: USD 1,136m).

During 2023 there was a redemption of USD 167m and subscription of total USD 60m in the SSL IV.

SSL IV paid USD 87.99m dividends in 2023 (2022: USD 27.3m).

At the end of December 2023, the SSL IV's investments are 65.2% USD denominated and 34.8% EUR denominated.

Since inception in October 2017 to end of March 2021, the SSL IV used the Credit Suisse Leveraged Loan Index – Upper Tier as its benchmark. This benchmark is 100 % USD denominated.

On 1st April 2021, the SSL IV changed its benchmark from the Credit Suisse Leverage Loan Index – Upper Tier as its benchmark (100 % USD denominated) into the weighted sum of two sub-indices:

- 80 % Credit Suisse Leveraged Loan Index – Upper Tier
- 20 % Credit Suisse Western European Leveraged Loan Index – Upper Tier EUR only (Hedged into USD)

On 1st January 2022, the SSL IV changed its benchmark from the weighted sum of two sub-indices (80% Credit Suisse Leveraged Loan Index – Upper Tier & 20% Credit Suisse Western European Leveraged Loan Index – Upper Tier EUR (Hedged into USD)) into the weighted sum of two JPMorgan sub-indices:

- 80% JPMorgan US Leveraged Loans Upper Tier USD
- 20% JPMorgan EU Leveraged Loans Upper Tier (USD hedged)

In 2023, the SSL IV generated a YTD total return of (net) 11.11 % (2022: -0.21%) for the full year 2023.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans V (the “SSL V”) initial investments occurred in November 2018 and it entered into GIPS reporting October 2019. It had a total NAV of USD 412m on 31 December 2023 (2022: USD 313m).

This SSL V is officially USD denominated but some share classes may be denominated in other currencies.

The share class V AM USD DIS had a redemption during 2023 of USD 19.5m.

The share class V AM CHF DIS had various in-flows during 2021 with the amount of CHF 43.4m.

The SSL V paid a dividend of EUR 0.25m in 2023 (2022: CHF 1.01m).

From 1st of February 2019 to end of December 2021, the SSL V used as its benchmark the weighted sum of two sub-indices:

- 80 % Credit Suisse Leveraged Loan Index – Upper Tier
- 20 % Credit Suisse Western European Leveraged Loan Index – Upper Tier EUR only (Hedged into USD)

Since 1st of January 2022, the SSL V used as its benchmark the weighted sum of two JPMorgan sub-indices:

- 80% JPMorgan US Leveraged Loans Upper Tier USD
- 20% JPMorgan EU Leveraged Loans Upper Tier (USD hedged)

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

MANAGEMENT REPORT (unaudited information) (continued)

At the end of December 2023, the SSL V's investments (without share class hedging) are 61% USD denominated and 39% EUR denominated.

In 2023, the USD-denominated Fund generated a YTD total return of (net) 11.17 % (2022: -2.98 %)

2023 was a year of strong returns for leveraged loans and the high yield asset class overall. Leveraged loans benefited from rising rates and the decompression of spreads between BB and single B rated credits supported the performance of lower rated loans.

Regionally, the US credit market experienced an aggressive Fed hiking campaign in 2023 while the economy avoided a recession. Since November 2023 and into year-end, US markets priced benign inflation markets and a dovish Fed rhetoric. The Eurozone avoided a winter recession early 2023 but largely stagnated in 2023 with consumers suffering from diminished purchasing power and investment being hit by higher interest rates. Inflation cooled towards the end of the year 2023 in the Eurozone. Leveraged loans performance was driven by investor sentiment throughout the year with recession concerns, inflation data, and especially the expected timing of rate cuts driving performance. New issuance was primarily related to refinancing transactions and supply was relatively light compared to previous years.

Default rates increased during 2023 due to high interest rates, tighter financing conditions, the first quarter's banking stress, and an uncertain growth outlook. According to Moody's, the global default rate rose to 4.8% (5.6 % in the US and 3.5% in Europe) by the end of December 2023, above the 4.1 % long term average.

We expect US GDP growth to slow to below 2% in 2024. Central Banks, macro data for inflation, labour markets, and activity will continue to move markets over the course of the year. The Fed is expected to cut interest rates in the latter half of the year. Moody's expects default rates to remain above their long-term average of 4.1% over the first six months of the year, to peak at 4.9% during the first quarter of the year and to improve to 3.7% by the end of 2024. Credit spreads and interest rates are expected to remain high during 2024, the latter are expected to decline only gradually. In addition, 2024 should be another year of relatively light issuance. These conditions are creating an attractive environment for floating rate asset classes, allowing us to expect significant positive total returns in both USD and EUR leveraged loans for 2024.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – ESG Infrastructure Debt (the "Infra Debt") initial investments occurred in mid of December 2020. It had a total NAV of EUR 938m on 31 December 2023 (2022: EUR 731m).

The Infra Debt had additional in-flows in an amount of EUR 159.0m in 2023 (2022: EUR 105.6m).

Dividend of EUR 23.7m were paid during the financial year 2023 (2022: EUR 10.4m).

In 2023, the Infra Debt generated a YTD total return of (net) 5.85 % (2022: -8.12%) for the full year 2023.

The Infra Debt invests in selected debt instruments (bonds and/or loans) with both fixed interest rates and floating interest rates in mostly but not only European infrastructure assets.


During 2023, the Infra Debt entered into 10 new transactions for a total amount of EUR 364m. As of 31 December 2023, the portfolio is made of 28 transactions, is well diversified from a geographical standpoint with exposures in 9 European countries and also has good sectorial diversification, even if Energy and Telecoms remain the most active and represented sectors.


Global gross IRR to maturity of the Infra Debt is in the range of 4.3 % for a 6-year WAL and a BB+ (+1 notch) average rating. Gross coupon is largely over 5%. Expenses have reduced, leading to a net coupon for the investor which would reach about 5% paid in 2024.

During 2023, the market was affected by lower volumes in the first half of 2023 due to raise in rates which reduced the infra M&A market as the rate increase affected equity valuations. Sellers and buyers were not able to find a deal price. This led certain financing processes to be delayed or put on hold until there is more visibility and stability on the market. In this volatile environment, the Investment Manager adopted a prudent approach, trying to rebalance the portfolio towards more plain vanilla project finance transactions (by definition highly secured), and more Investment Grade rated transactions. The investment manager has rebalanced the portfolio to more IG transactions (42% of the portfolio end 2023 compared to 29% end 2022) without impairing the average margin.

The market should stay active in 2024, still supported by two main sectors: renewables and telecoms. Pricing conditions remain tight in certain sectors. The Investment Manager will try to pursue its rebalancing of the portfolio towards more IG transactions and to secure fixed rates loans to take advantage of higher rates on the long term. Portfolio manager will also rebalance the portfolio towards other sectors than telecom and renewables if opportunities in other sectors bring risk/reward value.

Date: 3 May 2024

DocuSigned by:

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Thomas Albert
Director

DocuSigned by:

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Mario Koster
Director

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

AIFM REPORT (unaudited information)

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF (the “Fund”) is a public limited company (société anonyme) incorporated under the laws of the Grand Duchy of Luxembourg as an investment company with variable share capital - specialised investment fund (société d’investissement à capital variable – fonds d’investissement spécialisé) and qualifies as an alternative investment fund (AIF) within the meaning of the AIFMD. The Fund is a single legal entity incorporated as an umbrella fund. As at 31 December 2023, six (6) Sub-Funds have been launched (the “Sub-Funds” or the “AIFs”):

- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans I
- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans II
- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans III
- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans IV
- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans V
- Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – ESG Infrastructure Debt

I. Material Changes (pursuant to Article 22 (2d) of Directive 2011/61/EU)

During the financial year, no material changes occurred within the AIFs.

II. Remuneration (pursuant to Article 23 (1e-f) of Directive 2011/61/EU)

During the financial year 2023, Swiss Life Asset Managers Luxembourg (the “Company” or “SLAM”) employed in average 85.5 staff (thereof 5.9 being senior management) for a total consideration of EUR 9.4 million, thereof EUR 0.45 million being variable remuneration of the senior management. The total consideration to be allocated to the risk takers amounts to EUR 2.39 million, of which EUR 0.55 million represent the variable part of the remuneration.

Furthermore, there was no carried interest, i.e. no share of any profits that the AIFM or its employees of the Fund received as compensation during the year ending 31 December 2023.

Further information about the remuneration policy is available on demand at the registered office of the AIFM.

III. Information on the percentage of the AIFs’ assets which are subject to special arrangements arising from their illiquid nature (pursuant to Article 23 (4a) of Directive 2011/61/EU)

Overview of existing special arrangements:

There are no special arrangements pursuant to Article 1 (5) of Regulation (EU) No 231/2013.

Overview of the valuation methodology applied to assets which are subject to such special arrangements:

There were no assets in the fund that are subject to special arrangements during the period under consideration.

Overview of how the management and performance fees are applied to assets subject to such special arrangements:

There were no performance fees applied during the period under consideration.

Percentage of the AIFs’ assets which are subject to those special arrangements arising from their illiquid nature:

There were no assets in the fund that are subject to special arrangements during the period under consideration.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

AIFM REPORT (unaudited information) (continued)

IV. Information on new arrangements for managing the liquidity of the AIFs (pursuant to Article 23 (4b) of Directive 2011/61/EU)

Material changes made to the liquidity management systems and procedures pursuant to Article 16 (1) of Directive 2011/61/EU:

There were no major or material changes to report.

Activation of gates, side pockets or other special liquidity arrangements or decisions taken to suspend redemptions:

There were no special liquidity arrangements activated and no decision to suspend redemptions was taken or is foreseen.

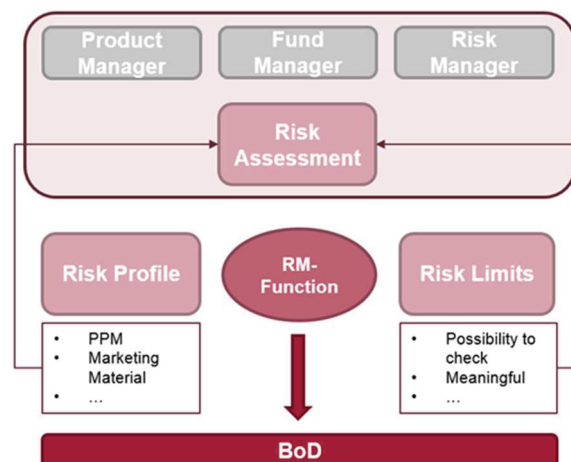
Overview of the changes to arrangements concerning liquidity:

No changes to arrangements concerning liquidity.

V. Disclosure on the current risk profile of the AIFs and the risk management systems (pursuant to Article 23 (4c) of Directive 2011/61/EU)

Main features of the risk management systems:

The risk management systems employed by the AIFM covers all relevant aspects of the organizational structure of the AIFM, the Funds and the Sub-Funds along the whole value chain of the Sub-Funds.



The AIFM identifies and evaluates financial and other risks during an initial risk assessment and on an ongoing basis in close cooperation with the relevant operating units. Based on the results of the risk assessment the AIFM sets-up an integrated risk management framework, including qualitative and quantitative criteria and limits. This approach allows for a holistic identification, measurement and monitoring of general and special risks. The risk management function of the AIFM is independent from the operating units of the AIFM and reports directly to the Board of Directors.

As part of the risk assessment liquidity risk, credit risk and operational risk have been identified as main risks for the Sub-Funds, with a specific exposure to the infrastructure sector the ESG Infrastructure Debt sub-Fund is exposed to. In addition, other risk categories (e.g. investment restrictions, market, valuation, sustainability and counterparty risk) have been analyzed. The processes and procedures in place in respect to the above-mentioned risks are seen as adequate to assess, monitor and manage the risks of the Sub-Funds.

During the period under consideration there were no general or special risks identified, that may have a material impact on the Sub-Funds' performances.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

AIFM REPORT (unaudited information) (continued)

Disclosure of measures to assess the sensitivity of the AIFs' portfolio to the material risks, to which the AIFs are or could be exposed:

The measures to assess the sensitivity of portfolio of the AIFs to the material risks are determined within the aforementioned risk assessments and consist of portfolio monitoring and analysis including but not limited to scenario analyses and stress-test of these identified risks, where applicable.

Actual or probable exceeding of risk limits set by the AIFM:

No limits have been exceeded or are likely to be exceeded.

VI. Information on the leverage (pursuant to Article 23 (5) of Directive 2011/61/EU)

Information on changes to the maximum level of leverage calculated in accordance with the gross and commitment methods and on any right of re-use of collateral or any guarantee under the leveraging arrangements:

No changes to the maximum level of leverage.

Information on the total amount of leverage calculated in accordance with the gross and commitment methods employed by the Sub-Funds as of 31 December 2023:

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans I

Gross-method: 133.78 %

Commitment-method: 101.30 %

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans II

Gross-method: 149.89 %

Commitment-method: 100.00 %

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans III

Gross-method: 147.03 %

Commitment-method: 100.00 %

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans IV

Gross-method: 133.24 %

Commitment-method: 101.31 %

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF - Senior Secured Loans V

Gross-method: 127.42 %

Commitment-method: 100.00 %

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – ESG Infrastructure Debt

Gross-method: 93.60%

Commitment-method: 100.00 %

VII. Information on the use of SFTs and total return swaps (pursuant to Article 13 (1b) of Regulation (EU) 2015/2365)

Following the Regulation 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions, there were no transactions subject to this Regulation, during the period ending 31 December 2023.



Audit report

To the Shareholders of
Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Swiss Life Loan Fund (LUX) S.A., SICAV-SIF (the "Fund") and of each of its sub-funds as at 31 December 2023, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund's financial statements comprise:

- the combined statement of net assets for the Fund and the statement of net assets for each of the sub-funds as at 31 December 2023;
- the combined statement of operations and changes in net assets for the Fund and the statement of operations and changes in net assets for each of the sub-funds for the year then ended;
- the combined statement of shares in issue for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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;
- obtain an understanding of internal control 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 Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;



- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 3 May 2024

Catherine Rückel

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Net Assets as at 31 December 2023

(expressed in USD)

| | Note | 31 December 2023 Combined USD |
|--|------|-------------------------------------|
| ASSETS | | |
| Investments | 3 | |
| Loans and claims | | 5,867,921,727 |
| Loans to affiliated undertakings | | 256,534,763 |
| Bonds and other investment securities | | 95,071,701 |
| Other debtors | 6 | 142,547,553 |
| Forward foreign exchange contracts | 4 | 62,314,398 |
| Cash and cash equivalents | 5 | 394,918,160 |
| TOTAL ASSETS | | 6,819,308,302 |
| LIABILITIES | | |
| Other creditors and expenses payable | 7 | 135,412,386 |
| Forward foreign exchange contracts | 4 | 33,402,874 |
| TOTAL LIABILITIES | | 168,815,260 |
| NET ASSETS AT THE END OF THE YEAR | | 6,650,493,042 |

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Operations and Changes in Net Assets for the year ended 31 December 2023 (expressed in USD)

| | Note | 31 December 2023 Combined USD |
|--|------|-------------------------------------|
| NET ASSETS AT THE BEGINNING OF THE YEAR | | 6,097,651,431 |
| Income | | |
| Interest on loans and claims | | 418,656,961 |
| Interest on bonds and other investment securities | | 1,407,437 |
| Other financial income | | 26,249,173 |
| | | 446,313,571 |
| Expenses | | |
| Other operating expenses | 8 | (24,089,183) |
| Other financial expenses | | (1,404,765) |
| Taxation | | (645,985) |
| | | (26,139,933) |
| Net investment gain after operating expenses | | 420,173,638 |
| Realised gain | | |
| Net realised gain on loans and claims | | 27,214,264 |
| Net realised gain on bonds and other investment securities | | 2,206,271 |
| Net realised gain on forward foreign exchanges contracts | | 58,270,413 |
| Net realised gain on foreign currency exchange | | 16,335,813 |
| | | 104,026,761 |
| Realised loss | | |
| Net realised loss on loans and claims | | (74,189,160) |
| Net realised loss on bonds and other investment securities | | (29,939) |
| Net realised loss on forward foreign exchanges contracts | | (28,775,214) |
| Net realised loss on foreign currency exchange | | (7,425,947) |
| | | (110,420,260) |
| Change in net unrealised gain | | |
| Net unrealised gain on loans and claims | | 283,801,105 |
| Net unrealised gain on bonds and other investment securities | | 4,512,048 |
| Net unrealised gain on forward foreign exchanges contracts | | 28,850,152 |
| Net unrealised gain on foreign currency exchange | | 4,698,603 |
| | | 321,861,908 |
| Change in net unrealised loss | | |
| Net unrealised loss on loans and claims | | (77,028,588) |
| Net unrealised loss on bonds and other investment securities | | (923,552) |
| Net unrealised loss on forward foreign exchanges contracts | | (38,866,999) |
| Net unrealised loss on foreign currency exchange | | (863,449) |
| | | (117,682,588) |
| Net increase in net assets as a result of operations | | 617,959,459 |
| Foreign currency adjustment | | 132,172,584 |
| Net increase in net assets | | 750,132,043 |
| Total change in Net Assets | | |
| Subscriptions during the year | | 466,810,533 |
| Redemptions during the year | | (375,656,247) |
| Distributions during the year | 9 | (288,444,718) |
| | | (197,290,432) |
| NET ASSETS AT THE END OF THE YEAR | | 6,650,493,042 |

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Shares in Issue and Net Asset Value per Share for the year ended 31 December 2023

| | SLLF I USD | SLLF II EUR | SLLF III EUR | SLLF IV USD | SLLF V USD | Infra Debt EUR |
|---|--------------------|--------------------|--------------------|--------------------|---------------|-------------------|
| Total net assets: | | | | | | |
| -as at 31.12.2023 | | | | | | |
| Class I Founding USD shares | 1,094,793,112 | - | - | 1,056,741,663 | 12,094 | - |
| Class I Founding EUR shares | - | 1,384,876,954 | 1,375,791,020 | - | - | 938,497,174 |
| Class AM USD shares | - | - | - | - | 6,716,354 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 366,176,177 | - |
| Class Institutional - hedged CHF Shares | - | - | - | - | 4,974,605 | - |
| Class Institutional USD Shares | - | - | - | - | 6,058,191 | - |
| Class Institutional - hedged EUR Shares | - | - | - | - | 28,538,943 | - |
| Net asset value per share class | | | | | | |
| -as at 31.12.2023 | | | | | | |
| Class I Founding USD shares | 10,530.9772 | - | - | 10,254.0078 | 12,094.1100 | - |
| Class I Founding EUR shares | - | 10,526.9904 | 10,205.3821 | - | - | 9,800.4951 |
| Class AM USD shares | - | - | - | - | 120.9226 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 125.8784* | - |
| Class Institutional - hedged CHF Shares | - | - | - | - | 124.1479* | - |
| Class Institutional USD Shares | - | - | - | - | 117.8204 | - |
| Class Institutional - hedged EUR Shares | - | - | - | - | 114.1558* | - |
| Number of shares | | | | | | |
| Class I Founding USD shares | | | | | | |
| Shares in issue at the beginning of the year | 115,179.367 | - | - | 113,311.094 | 1.000 | - |
| Shares issued during the year | 6,725.276 | - | - | 5,914.672 | - | - |
| Shares redeemed during the year | (17,945.334) | - | - | (16,169.317) | - | - |
| Shares in issue at the end of the year | 103,959.309 | - | - | 103,056.449 | 1.000 | - |
| Class I Founding EUR shares | | | | | | |
| Shares in issue at the beginning of the year | - | 126,605.083 | 130,087.632 | - | - | 78,960.277 |
| Shares issued during the year | - | 4,949.796 | 4,722.707 | - | - | 16,799.903 |
| Shares redeemed during the year | - | - | - | - | - | - |
| Shares in issue at the end of the year | - | 131,554.879 | 134,810.339 | - | - | 95,760.180 |

*Class AM - hedged CHF Shares and Class Institutional - hedged CHF Shares net asset value per share class expressed in Swiss Franc is CHF 105.9493 and 104.6384 respectively

*Class Institutional - hedged EUR Shares net asset value per share class expressed in Euro is EUR 103.3411.

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Shares in Issue and Net Asset Value per Share for the year ended 31 December 2023 (continued)

| | SLLF I USD | SLLF II EUR | SLLF III EUR | SLLF IV USD | SLLF V USD | Infra Debt EUR |
|--|---------------|----------------|-----------------|----------------|---------------|-------------------|
| Number of shares (continued) | | | | | | |
| Class AM USD shares | | | | | | |
| Shares in issue at the beginning of the year | - | - | - | - | 219,664.395 | - |
| Shares issued during the year | - | - | - | - | - | - |
| Shares redeemed during the year | - | - | - | - | (164,122.000) | - |
| Shares in issue at the end of the year | - | - | - | - | 55,542.395 | - |
| Class AM - hedged CHF Shares | | | | | | |
| Shares in issue at the beginning of the year | - | - | - | - | 2,643,410.850 | - |
| Shares issued during the year | - | - | - | - | 265,468.000 | - |
| Shares redeemed during the year | - | - | - | - | - | - |
| Shares in issue at the end of the year | - | - | - | - | 2,908,878.850 | - |
| Class Institutional - hedged CHF Shares | | | | | | |
| Shares in issue at the beginning of the year | - | - | - | - | - | - |
| Shares issued during the year | - | - | - | - | 41,820.000 | - |
| Shares redeemed during the year | - | - | - | - | (1,750.000) | - |
| Shares in issue at the end of the year | - | - | - | - | 40,070.000 | - |
| Class Institutional - hedged EUR Shares | | | | | | |
| Shares in issue at the beginning of the year | - | - | - | - | - | - |
| Shares issued during the year | - | - | - | - | 250,000.000 | - |
| Shares redeemed during the year | - | - | - | - | - | - |
| Shares in issue at the end of the year | - | - | - | - | 250,000.000 | - |

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Shares in Issue and Net Asset Value per Share for the year ended 31 December 2023 (continued)

| | SLLF I USD | SLLF II EUR | SLLF III EUR | SLLF IV USD | SLLF V USD | Infra Debt EUR | |
|--|-----------------------|------------------------|-------------------------|------------------------|-----------------------|---------------------------|-------------------------|
| Number of shares (continued) | | | | | | | |
| Class Institutional USD shares | | | | | | | |
| Shares in issue at the beginning of the year | - | - | - | - | 51,418.842 | - | |
| Shares issued during the year | - | - | - | - | - | - | |
| Shares redeemed during the year | - | - | - | - | - | - | |
| Shares in issue at the end of the year | - | - | - | - | 51,418.842 | - | |
| | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
| Total net assets at the beginning of the year | 1,182,834,030 | 1,333,928,486 | 1,351,744,945 | 1,135,525,027 | 313,402,255 | 780,216,688 | 6,097,651,431 |
| Subscriptions during the year | 70,000,000 | 53,792,969 | 50,501,077 | 60,000,000 | 60,576,266 | 171,940,221 | 466,810,533 |
| Redemptions during the year | (189,363,290) | - | - | (166,591,901) | (19,701,056) | - | (375,656,247) |
| Distributions during the year | (87,999,161) | (30,278,932) | (56,232,646) | (87,999,743) | (272,775) | (25,661,461) | (288,444,718) |
| Profit for the year | 119,321,533 | 172,436,351 | 173,828,231 | 115,808,280 | 58,471,674 | 110,265,974 | 750,132,043 |
| Total net assets at the end of the year | 1,094,793,112 | 1,529,878,874 | 1,519,841,607 | 1,056,741,663 | 412,476,364 | 1,036,761,422 | 6,650,493,042 |

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Combined Statement of Shares in Issue and Net Asset Value per Share for the year ended 31 December 2023 (continued)

| | SLLF I USD | SLLF II EUR | SLLF III EUR | SLLF IV USD | SLLF V USD | Infra debt EUR |
|--|---------------|----------------|-----------------|----------------|---------------|-------------------|
| Total net assets: | | | | | | |
| -as at 31.12.2022 | | | | | | |
| Class I Founding USD shares | 1,182,834,030 | - | - | 1,135,525,027 | 10,879 | - |
| Class I Founding EUR shares | - | 1,249,877,652 | 1,266,571,496 | - | - | 731,055,233 |
| Class AM USD shares | - | - | - | - | 23,894,184 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 284,039,190 | - |
| Class Institutional USD Shares | - | - | - | - | 5,458,003 | - |
| Net asset value per share class | | | | | | |
| -as at 31.12.2022 | | | | | | |
| Class I Founding USD shares | 10,269.4958 | - | - | 10,021.3047 | 10,879.4800 | - |
| Class I Founding EUR shares | - | 9,872.2549 | 9,736.2945 | - | - | 9,258.52 |
| Class AM USD shares | - | - | - | - | 108.7759 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 107.4475* | - |
| Class Institutional USD Shares | - | - | - | - | 106.1479 | - |

*Class AM - hedged CHF Shares net asset value per share class expressed in Swiss Franc is CHF 99.4147

| | SLLF I USD | SLLF II EUR | SLLF III EUR | SLLF IV USD | SLLF V USD | Infra debt EUR |
|--|---------------|----------------|-----------------|----------------|---------------|-------------------|
| Total net assets: | | | | | | |
| -as at 31.12.2021 | | | | | | |
| Class I Founding USD shares | 1,276,053,932 | - | - | 1,218,553,045 | 10,948 | - |
| Class I Founding EUR shares | - | 997,303,965 | 1,209,487,558 | - | - | 689,964,415 |
| Class AM USD shares | - | - | - | - | 49,369,219 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 248,665,439 | - |
| Class Institutional USD Shares | - | - | - | - | 5,500,589 | - |
| Net asset value per share class | | | | | | |
| -as at 31.12.2021 | | | | | | |
| Class I Founding USD shares | 10,517.27 | - | - | 10,282.19 | 10,947.63 | - |
| Class I Founding EUR shares | - | 10,177.94 | 10,147.15 | - | - | 10,077 |
| Class AM USD shares | - | - | - | - | 109.47 | - |
| Class AM - hedged CHF Shares | - | - | - | - | 112.92 | - |
| Class Institutional USD Shares | - | - | - | - | 106.98 | - |

The accompanying notes form an integral part of the financial statements

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements for the year ended 31 December 2023

Note 1 – General

Swiss Life Loan Fund (Lux) S.A., SICAV-SIF (the "Fund" or "SLLF") is a public limited company (*société anonyme*) incorporated under the Law of 10 August 1915, as subsequently amended (the "Commercial Law") and the Law of 13 February 2007, as subsequently amended (the "SIF Law"), as an investment company with variable share capital - specialised investment fund (*société d'investissement à capital variable – fonds d'investissement spécialisé*) and qualifies as an alternative investment fund (AIF) within the meaning of the Law of 12 July 2013 (the "AIFM Law").

Swiss Life Asset Managers Luxembourg ("AIFM"), a public limited liability company (*société anonyme*), with registered office at 4a, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg incorporated on 22 August 2012 under the laws of the Grand Duchy of Luxembourg for an unlimited duration and registered with the Luxembourg Register of Trade and Companies (*Registre de Commerce et des Sociétés*) under number B 171.124, has been appointed as alternative investment fund manager of the Fund.

The Fund has been incorporated for an unlimited duration. It is registered with the Luxembourg Register of Trade and Companies under number B 218 217. The registered office is established at 4a, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg.

The financial year of the Fund starts on 1 January and ends on 31 December. The Fund's accounts are prepared in United States Dollar ("USD" or "\$").

The Fund is administered by The Bank of New York Mellon SA/NV, Luxembourg Branch.

In line with Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (so-called "SFDR") as well as the Commission Delegated Regulation (EU) 2023/1288 of 6 April 2023 supplementing Regulation (EU) 2019/2088 of the European Parliament and of the Council with regard to regulatory technical standards specifying the details of the content and presentation of the information in relation to the principle of 'do no significant harm', specifying the content, methodologies and presentation of information in relation to sustainability indicators and adverse sustainability impacts, and the content and presentation of the information in relation to the promotion of environmental or social characteristics and sustainable investment objectives in precontractual documents, on websites and in periodic reports (so-called "SFDR Level 2") required further disclosures to be added in the confidential private placement memorandum of the Fund as from 1 January 2023. The confidential private placement memorandum of the Fund was therefore amended to comply with these disclosure requirements, filed for approval with the Commission de Surveillance du Secteur Financier and was visa-stamped on 08 February 2023. Please see Environmental, Social and Governance (ESG) Reporting annex to this financial statement. In accordance with the SFDR Regulations, all the Sub-Funds with the exception of Infra Debt are classified as Article 6 as they do not promote ESG related characteristics of have it as an objective. Infra Debt is classified as Article 8 as it is deemed to promote environmental and social characteristics but does not have as its objective a sustainable investment.

The right of investors and creditors regarding a Sub-Fund or raised by the setting-up, operation or liquidation of a Sub-Fund are limited to the assets of such Sub-Fund, and the assets of a Sub-Fund will be answerable exclusively for the rights of the shareholders relating to such Sub-Fund.

As of 31 December 2023, the following Sub-Funds are available to investors, namely Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans I ("SLLF I"), Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans II ("SLLF II"), Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans III ("SLLF III"), Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans IV ("SLLF IV"), Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – Senior Secured Loans V ("SLLF V") and Swiss Life Loan Fund (LUX) S.A., SICAV-SIF – ESG Infrastructure Debt ("Infra Debt"), each a Sub-Fund, and together the "Sub-Funds" of the Fund. The reporting currency of each Sub-Fund is USD except for SLLF II, SLLF III and Infra Debt which reports in Euro ("EUR").

The Fund, through SLLF I, SLLF II, SLLF III, SLLF IV and SLLF V, seeks to provide a high level of current income, consistent with the preservation of the capital, by investing mainly in adjustable rate senior loans (mostly in first lien senior secured loans). In addition, the Fund is allowed to invest in:

- any other loan investment funds;
- exchange traded funds;
- US short-term treasury bills;
- second lien senior loans;
- collateral loan obligations;
- high yield bonds and investment grade bonds;
- equities (and other assets) received in connection the investment in a senior loan or as the result of rights arising out of bankruptcy proceedings relating to borrowers; and
- government bonds (excluding those qualifying as liquid assets).

The Fund, through Infra Debt, seeks to provide investors with the opportunity to benefit from income deriving from selected debt instruments (e.g., without limitations, bonds, loan receivables and direct loans) with both fixed interest rates and floating interest rates in mostly but not only European infrastructure assets.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 1 – General (continued)

In this regard, the Fund intends to gain economic exposure to a limited number of selected infrastructure debt assets through investment grade and non-investment grade high yield portfolio investments financing infrastructure assets of public and/or economic utility in sectors such as transportation, energy/renewable, social infrastructure, utilities and telecommunications. The Fund, through Infra Debt, will not invest into consumer credits and working capital facilities. No portfolio Investments shall have a maturity exceeding (i) thirty (30) years, and (ii) the duration of the Sub-Fund.

On 13 November 2020, SLLF I, SLLF II, SLLF III, SLLF IV and SLLF V invested in the shares of a holding company separately - Swiss Life Loan Fund I S.à r.l., Swiss Life Loan Fund II S.à r.l., Swiss Life Loan Fund III S.à r.l., Swiss Life Loan Fund IV S.à r.l and Swiss Life Loan Fund V S.à r.l. respectively (together referred to as the "Holding Companies"). Each of these Sub-Funds holds exclusively 100% of the shares in their respective Holding Companies.

Note 2 – Summary of significant accounting policies

A. Basis of presentation

The financial statements are prepared in accordance with the Luxembourg legal and regulatory requirements. The accounting policies and valuation principles are besides the ones laid down by the SIF Law, as subsequently amended, determined and applied by the board of directors of the Fund.

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires the board of directors of the Fund to exercise its judgment in the process of applying the accounting policies. Changes in assumptions may have a significant input on the financial statements in the year in which the assumption changed. Management believes that the underlying assumptions are appropriate and that the financial statements therefore present the financial position and results fairly. The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

B. Financial assets

Shares in affiliated undertakings

Shares in affiliated undertakings are initially recorded at purchase price. They will be subsequently valued at fair value based on the net equity of the financial position of affiliated undertaking. Shares in affiliated undertakings are included with Loans to affiliated undertakings in note 12 and are disclosed as one consolidated net amount. Shares in affiliated undertakings experienced unrealised losses in the period.

Loans to affiliated undertakings

Loans to affiliated undertakings comprise of the notes that are issued by the Holding Companies and that have fixed or determinable payments and are not quoted in an active market. Loans to affiliated undertakings are held at cost, less impairment.

Bonds and other investment securities

Bonds and other investment securities listed on a stock exchange or traded on any other regulated market will be valued at the last available price on such exchange or market at the valuation point. If a security is listed or traded on several stock exchanges or regulated markets, the last available price on the stock exchange or any other regulated market which constitutes the main market for such securities, will be used. In the event that the last available price does not truly reflect the fair market value of the relevant securities, the value of such securities will be based on the reasonably foreseeable sales price as determined prudently and in good faith pursuant to procedures established by the AIFM. Bonds and other investment securities not listed or traded on any stock exchange or dealt on any regulated market are valued on the basis of the reasonably foreseeable sales price as determined prudently and in good faith pursuant to procedures established by the AIFM.

Loans and claims

Loans and claims comprise of senior loans for which reliable market quotes are readily available are valued at the mean of such bid and ask quotes obtained by an independent pricing service approved by the AIFM. If such quotes are not available, the prices are based upon pricing models developed, maintained and operated by the independent pricing service or is valued by the AIFM by considering a number of factors including, without limitation, consideration of market indicators, transactions in instruments which the AIFM believes may be comparable (including, for example, comparable credit quality, interest rate, interest rate redetermination period and maturity), the credit worthiness of the borrower, the current interest rate, the period until the next interest rate redetermination and the maturity of such senior loan interests. The procedures of the independent pricing service and its valuations are reviewed by the AIFM under the general supervision of the board of directors of the AIFM. The board of directors of the AIFM has determined in good faith that the use of an independent pricing service is a fair method of determining the valuation of the senior loans. In all other circumstances and in the sole discretion of the AIFM, Senior Loans may be valued on the basis of the reasonably foreseeable sales price determined prudently and in good faith pursuant to procedures established by the AIFM.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 2 – Summary of significant accounting policies (continued)

The valuation of infrastructure debt (bonds/loans) will be determined by the AIFM on the basis of an appraisal of one or more independent appraisers, based on a mark-to-model approach, taking into account the respective rating associated to each debt investment. The independent appraisers do not qualify as "external valuers" as such term is used in article 17 of the 2013 Law. The independent appraiser for Infra Debt is Grant Thornton Corporate Finance Limited.

C. Debtors

Debtors are recorded at their nominal value. A value adjustment is made when their reimbursement is partly or completely compromised. These value adjustments may not be continued if the reasons for which the value adjustments were made have ceased to apply.

D. Derivative financial instruments

The valuation of derivatives traded over-the-counter (OTC), such as forward or option contracts not traded on exchanges or on other recognised markets, will be based on their net liquidating value determined, pursuant to the policies established under the direction of the AIFM on the basis of recognised financial models in the market and in a consistent manner for each category of contracts. The net liquidating value of a derivative position is to be understood as being equal to the net unrealised profit/(loss) with respect to the relevant position.

E. Foreign currency translation

The reference currency of the Fund is United States Dollars ("USD") and the combined are expressed in that currency. The books and records of each Sub-Fund are denominated in the reference currency of the corresponding Sub-Fund.

Non-monetary fixed assets expressed in another currency than in USD are translated in USD at the exchange rate prevailing at the date of their acquisition. At the Statement of Net Assets date, non-monetary fixed assets are maintained at their historical exchange rate.

Cash at bank is translated at the exchange rate prevailing at the Statement of Net Assets date. Exchange losses and gains resulting from this conversion are accounted for in the Statement of Operations for the financial year. The short-term debtors and creditors are valued at the exchange rate prevailing at the Statement of Net Assets date. Solely the unrealised exchange losses are accounted for in the Statement of Operations. The exchange losses are recorded in the Statement of Operations at the moment of their realisation.

Assets and liabilities items which are fair valued are converted at the exchange rates effective at the Statement of Net Assets date. Foreign exchange differences on those items which are accounted at fair value are recognised in the Statement of Operations.

For the preparation of the combined financial statements in USD, the statement of each Sub-Fund denominated in currencies other than USD have been translated at the exchange rate prevailing as at 31 December 2023.

Exchange rate used as at 31 December 2023 is USD 1= EUR 0.90522 and USD 1= CHF 0.84168.

F. Creditors

Amounts are recorded at historical cost and on an accrual basis.

G. Taxation

Under the current legislation, the Fund is not subject to any Luxembourg taxes on profits, income or capital gains. However, the Fund is liable to subscription tax in Luxembourg at a rate of 0.01% per annum based on the net asset value of the Fund at the end of each quarter. The Fund may incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Operations.

H. Income and expenses

Interest income and expenses are recorded on an accrual basis.

I. Net realised gain / (loss) on investments

The net realised gain or loss on sale of investment is determined based on first-in, first-out ("FIFO") cost of investments sold.

J. Combined financial statements

The combined financial statements of the fund are expressed in USD and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund converted in USD at the exchange rate prevailing at the Statement of Net Assets date for those Sub-Funds whose base currency is different than USD.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 3 – Investments

Loans and claims comprise of the following:

| Currency (CCY) | Maturity date range | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
|-------------------|----------------------|--------------------|----------------------|----------------------|--------------------|--------------------|--------------------|----------------------|
| USD | Between 1 to 5 years | 483,908,723 | 485,666,016 | 479,858,288 | 455,068,906 | 125,384,324 | - | 2,029,886,257 |
| USD | More than 5 years | 189,049,041 | 277,560,447 | 257,737,353 | 183,774,825 | 90,046,984 | - | 998,168,650 |
| EUR | Between 1 to 5 years | 228,053,295 | 420,361,451 | 428,310,379 | 224,168,072 | 105,350,778 | 411,891,575 | 1,818,135,550 |
| EUR | More than 5 years | 82,251,321 | 131,327,946 | 140,419,347 | 79,099,475 | 33,523,534 | 555,109,647 | 1,021,731,270 |
| Total | | 983,262,380 | 1,314,915,860 | 1,306,325,367 | 942,111,278 | 354,305,620 | 967,001,222 | 5,867,921,727 |

The loans and claims held by the Sub-Funds earn floating rate interest income except for Infra Debt which has parts of its investments in fixed interest loans. For the year ending 31 December 2023 the floating rate loans in the Fund constitutes 83.52% (2022: 86.70%) of the portfolio.

The loans are mainly senior secured loans that are business loans made to the borrowers that operate in a variety of industries such as finance, automobile, hotels, utilities, oil & gas, transport, mining, building and real estate among others.

Loans and claims portfolio exposure by countries comprise of the following:

| Country of issuance | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
|--------------------------|--------------------|----------------------|----------------------|--------------------|--------------------|--------------------|----------------------|
| Australia | 6,860,220 | 7,354,849 | 7,841,774 | 6,567,342 | 1,764,636 | - | 30,388,821 |
| British Virgin Islands | 4,424,025 | 5,965,268 | 5,865,847 | 4,274,901 | 1,570,127 | - | 22,100,168 |
| Canada | 15,161,062 | 23,039,408 | 18,163,680 | 14,786,479 | 6,493,329 | - | 77,643,958 |
| France | 38,664,434 | 59,197,572 | 57,948,176 | 39,745,652 | 10,866,825 | 276,316,055 | 482,738,714 |
| Germany | 24,369,825 | 41,475,851 | 37,016,657 | 23,885,978 | 14,064,760 | 101,350,700 | 242,163,771 |
| Gibraltar | 4,589,548 | 20,473,647 | 20,593,671 | 993,115 | 5,887,099 | - | 52,537,080 |
| Ireland | 9,693,229 | 16,840,624 | 19,196,236 | 9,903,694 | 4,765,987 | 46,813,299 | 107,213,069 |
| Italy | - | - | - | - | - | 143,470,918 | 143,470,918 |
| Luxembourg | 66,872,539 | 105,257,593 | 102,472,736 | 65,198,192 | 28,639,387 | 117,521,962 | 485,962,409 |
| Netherlands | 113,789,146 | 144,276,241 | 151,292,525 | 109,405,607 | 41,447,775 | 111,268,249 | 671,479,543 |
| Norway | 7,281,667 | 7,292,912 | 10,271,876 | 6,949,424 | 3,828,635 | - | 35,624,514 |
| Panama | - | 7,394,779 | 7,394,779 | - | 4,297,400 | - | 19,086,958 |
| Spain | 13,135,985 | 17,839,745 | 29,079,902 | 13,232,754 | 5,650,552 | 170,260,039 | 249,198,977 |
| Sweden | 8,821,386 | 15,151,774 | 14,605,429 | 8,821,386 | 4,497,621 | - | 51,897,596 |
| Switzerland | - | 3,222,478 | 1,432,213 | - | 1,074,107 | - | 5,728,798 |
| United Kingdom | 6,241,350 | 28,459,254 | 29,102,098 | 9,529,616 | 5,036,498 | - | 78,368,816 |
| United States of America | 663,357,964 | 811,673,865 | 794,047,768 | 628,817,138 | 214,420,882 | - | 3,112,317,617 |
| Total | 983,262,380 | 1,314,915,860 | 1,306,325,367 | 942,111,278 | 354,305,620 | 967,001,222 | 5,867,921,727 |

Corporate bonds and other investment securities comprise of the following:

| Investment | Currency | Maturity date range | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
|--------------|----------|----------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|-------------------|
| Bonds | USD | Between 1 to 5 years | 14,517,513 | 16,985,885 | 7,816,348 | 17,469,126 | 5,271,442 | - | 62,060,314 |
| Bonds | EUR | Between 1 to 5 years | 8,180,530 | 8,507,013 | 7,113,691 | 9,210,153 | - | - | 33,011,387 |
| Total | | | 22,698,043 | 25,492,898 | 14,930,039 | 26,679,279 | 5,271,442 | - | 95,071,701 |

Corporate bonds and other investment securities held by the Fund earn fixed and variable rate interest income. Other investment securities include United States of America (USA) government agency securities, corporate bonds mainly issued in the USA and in the United Kingdom. The fund's T Bill investments have been included in cash and cash equivalents (Please see note 5 for further information).

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 3 – Investments (continued)

As at 31 December 2023, shares in affiliated undertakings comprise the following investments in Holding Companies by some of the Sub-Funds which were set up as vehicles through which the Sub-Funds carry out investment activities:

| Sub Fund | Holding Company | Country of incorporation | Ownership % |
|--------------------------|-----------------------------------|--------------------------|-------------|
| Senior Secured Loans I | Swiss Life Loan Fund I S.à r.l. | Luxembourg | 100% |
| Senior Secured Loans II | Swiss Life Loan Fund II S.à r.l. | Luxembourg | 100% |
| Senior Secured Loans III | Swiss Life Loan Fund III S.à r.l. | Luxembourg | 100% |
| Senior Secured Loans IV | Swiss Life Loan Fund IV S.à r.l. | Luxembourg | 100% |
| Senior Secured Loans V | Swiss Life Loan Fund V S.à r.l. | Luxembourg | 100% |

Loans to affiliated undertakings comprise of the following:

| Currency (CCY) | Maturity date | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
|-------------------|---------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| USD | 01 April 2041 | 56,454,338 | - | - | 53,816,807 | 16,332,347 | - | 126,603,492 |
| EUR | 01 April 2041 | - | 63,460,821 | 66,470,450 | - | - | - | 129,931,271 |
| Total | | 56,454,338 | 63,460,821 | 66,470,450 | 53,816,807 | 16,332,347 | - | 256,534,763 |

Note 4 – Forward currency contracts

Forward currency contracts held as financial assets comprise as follows:

| | 31 December 2023 | | | | | | |
|----------------------------|------------------|----------------|-----------------|----------------|---------------|-------------------|-----------------|
| | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
| Forward currency contracts | - | 22,627,624 | 18,720,855 | - | 20,965,919 | - | 62,314,398 |

Forward currency contracts held as financial liabilities comprise as follows:

| | 31 December 2023 | | | | | | |
|----------------------------|------------------|----------------|-----------------|----------------|---------------|-------------------|-----------------|
| | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
| Forward currency contracts | 14,188,606 | - | - | 13,796,703 | 5,417,565 | - | 33,402,874 |

The Fund is exposed to currency risk given it invested in assets denominated in a currency different from the base currency of the Fund. In order to mitigate its currency risk, the Fund entered into a series of forward currency contracts.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 4 – Forward currency contracts (continued)

As at 31 December 2023, the Fund has open forward currency contracts:

| Compartment | Settlement date | Counterparty | Currency bought | Amount bought | Currency sold | Amount sold | Gain/(loss) USD |
|--------------|-----------------|--------------------------------|-----------------|---------------|---------------|---------------|-------------------|
| SLLF I | 23/01/2024 | Swiss Life NZ | USD | 359,429,902 | EUR | (337,750,000) | (14,051,273) |
| SLLF I | 23/01/2024 | Swiss Life NZ | USD | 3,233,645 | EUR | (3,000,000) | (83,730) |
| SLLF I | 23/01/2024 | Swiss Life NZ | USD | 2,180,389 | EUR | (2,000,000) | (31,194) |
| SLLF I | 23/01/2024 | Swiss Life NZ | USD | 2,200,824 | EUR | (2,000,000) | (10,760) |
| SLLF I | 23/01/2024 | Swiss Life NZ | USD | 2,199,935 | EUR | (2,000,000) | (11,649) |
| SLLF II | 17/01/2024 | Swiss Life NZ | EUR | 384,394,527 | USD | (407,000,000) | 17,938,902 |
| SLLF II | 26/02/2024 | Swiss Life NZ | EUR | 207,490,781 | USD | (228,000,000) | 1,728,373 |
| SLLF II | 6/03/2024 | Swiss Life NZ | EUR | 177,791,138 | USD | (194,000,000) | 2,910,177 |
| SLLF II | 17/01/2024 | Swiss Life NZ | EUR | 6,362,439 | USD | (7,000,000) | 33,716 |
| SLLF II | 17/01/2024 | Swiss Life NZ | EUR | 3,180,855 | USD | (3,500,000) | 16,456 |
| SLLF III | 17/01/2024 | Swiss Life NZ | EUR | 276,466,423 | USD | (293,000,000) | 12,627,180 |
| SLLF III | 26/02/2024 | Swiss Life NZ | EUR | 189,350,147 | USD | (208,000,000) | 1,643,387 |
| SLLF III | 3/06/2024 | Swiss Life NZ | EUR | 264,910,618 | USD | (289,000,000) | 4,398,024 |
| SLLF III | 17/01/2024 | Swiss Life NZ | EUR | 4,543,741 | USD | (5,000,000) | 23,135 |
| SLLF III | 17/01/2024 | Swiss Life NZ | EUR | 5,001,447 | USD | (5,500,000) | 29,129 |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 346,288,351 | EUR | (325,500,000) | (13,646,874) |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 3,233,598 | EUR | (3,000,000) | (83,777) |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 2,180,209 | EUR | (2,000,000) | (31,375) |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 1,651,383 | EUR | (1,500,000) | (7,305) |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 2,196,424 | EUR | (2,000,000) | (15,160) |
| SLLF IV | 26/01/2024 | Swiss Life NZ | USD | 2,199,372 | EUR | (2,000,000) | (12,212) |
| SLLF V | 11/01/2024 | Bank of New York Mellon SA/The | CHF | 55,000,000 | USD | (60,870,066) | 4,567,816 |
| SLLF V | 19/01/2024 | Bank of New York Mellon SA/The | CHF | 45,044,194 | USD | (50,485,015) | 3,153,963 |
| SLLF V | 16/01/2024 | Bank of New York Mellon SA/The | CHF | 45,100,000 | USD | (50,571,253) | 3,116,781 |
| SLLF V | 10/01/2024 | Bank of New York Mellon SA/The | CHF | 43,000,000 | USD | (48,549,170) | 2,605,835 |
| SLLF V | 24/01/2024 | Bank of New York Mellon SA/The | CHF | 45,247,073 | USD | (45,247,073) | 2,291,833 |
| SLLF V | 26/02/2024 | Bank of New York Mellon SA/The | USD | 49,779,198 | CHF | (47,587,546) | 2,191,654 |
| SLLF V | 3/05/2024 | Bank of New York Mellon SA/The | CHF | 34,800,000 | USD | (40,112,268) | 1,514,364 |
| SLLF V | 24/01/2024 | Bank of New York Mellon SA/The | EUR | 27,112,382 | USD | (27,112,382) | 1,053,332 |
| SLLF V | 16/01/2024 | Bank of New York Mellon SA/The | CHF | 2,138,500 | USD | (2,399,385) | 146,332 |
| SLLF V | 2/05/2024 | Bank of New York Mellon SA/The | EUR | 4,000,000 | USD | (4,322,200) | 103,214 |
| SLLF V | 26/02/2024 | Bank of New York Mellon SA/The | USD | 2,396,334 | CHF | (2,299,243) | 97,090 |
| SLLF V | 10/01/2024 | Bank of New York Mellon SA/The | CHF | 1,500,000 | USD | (1,735,336) | 49,141 |
| SLLF V | 24/01/2024 | Bank of New York Mellon SA/The | CHF | 563,236 | USD | (563,236) | 32,489 |
| SLLF V | 26/02/2024 | Bank of New York Mellon SA/The | USD | 1,434,215 | CHF | (1,411,514) | 22,701 |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | EUR | 3,500,000 | USD | (3,861,263) | 9,008 |
| SLLF V | 24/01/2024 | Bank of New York Mellon SA/The | EUR | 160,763 | USD | (160,763) | 5,113 |
| SLLF V | 16/01/2024 | Bank of New York Mellon SA/The | CHF | 80,000 | USD | (91,741) | 3,493 |
| SLLF V | 16/01/2024 | Bank of New York Mellon SA/The | CHF | 25,000 | USD | (28,939) | 822 |
| SLLF V | 24/01/2024 | Bank of New York Mellon SA/The | EUR | 100,000 | USD | (109,961) | 623 |
| SLLF V | 26/02/2024 | Bank of New York Mellon SA/The | USD | 17,928 | CHF | (17,613) | 315 |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | USD | 770,461 | EUR | (700,000) | (3,593) |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | USD | 879,579 | EUR | (800,000) | (5,054) |
| SLLF V | 16/01/2024 | Bank of New York Mellon SA/The | USD | 88,759 | CHF | (80,000) | (6,475) |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | USD | 1,077,755 | EUR | (1,000,000) | (28,037) |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | USD | 2,125,374 | EUR | (2,000,000) | (86,210) |
| SLLF V | 3/05/2024 | Bank of New York Mellon SA/The | USD | 33,322,989 | EUR | (30,500,000) | (457,513) |
| SLLF V | 15/02/2024 | Bank of New York Mellon SA/The | USD | 37,302,839 | EUR | (34,750,000) | (1,156,822) |
| SLLF V | 23/01/2024 | Bank of New York Mellon SA/The | USD | 43,079,810 | EUR | (40,500,000) | (1,704,758) |
| SLLF V | 2/05/2024 | Bank of New York Mellon SA/The | USD | 44,995,599 | EUR | (42,450,000) | (1,969,103) |
| Total | | | | | | | 28,911,524 |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 5 – Cash and Cash Equivalents

| | 31 December 2023 | | | | | | |
|---------------|-------------------|--------------------|--------------------|-------------------|-------------------|-------------------|--------------------|
| | SLLF I | SLLF II | SLLF III | SLLF IV | SLLF V | Infra Debt | Combined |
| | USD | USD | USD | USD | USD | USD | USD |
| Cash with BNY | 24,510,096 | 30,078,616 | 32,762,593 | 19,070,718 | 22,886,654 | 66,303,447 | 195,612,124 |
| T- Bills | 20,959,095 | 73,327,936 | 75,069,111 | 18,972,244 | 10,977,650 | - | 199,306,036 |
| | 45,469,191 | 103,406,552 | 107,831,704 | 38,042,962 | 33,864,304 | 66,303,447 | 394,918,160 |

Note 6 – Other debtors

Other debtors comprise of the following:

| | 31 December 2023 | | | | | | |
|--|-------------------|-------------------|-------------------|-------------------|------------------|------------------|--------------------|
| | SLLF I | SLLF II | SLLF III | SLLF IV | SLLF V | Infra Debt | Combined |
| | USD | USD | USD | USD | USD | USD | USD |
| Interests on loans and claims | 4,540,887 | 6,408,701 | 6,612,046 | 4,497,340 | 1,734,172 | 5,056,032 | 28,849,178 |
| Interests on corporate bonds and other investment securities | 32,013 | 97,786 | 24,050 | 38,067 | 24,467 | - | 216,383 |
| Advance for investments | 17,264,517 | 14,653,478 | 20,639,926 | 21,453,788 | 6,183,170 | - | 80,194,879 |
| Other receivables | 5,703,413 | 8,751,359 | 9,730,484 | 7,046,774 | 2,026,631 | 28,452 | 33,287,113 |
| | 27,540,830 | 29,911,324 | 37,006,506 | 33,035,969 | 9,968,440 | 5,084,484 | 142,547,553 |

Note 7 – Other creditors and expenses payable

Other creditors and expenses payable comprise of the following:

| | 31 December 2023 | | | | | | |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|------------------|--------------------|
| | SLLF I | SLLF II | SLLF III | SLLF IV | SLLF V | Infra Debt | Combined |
| | USD | USD | USD | USD | USD | USD | USD |
| Unsettled trades | 25,884,196 | 29,166,498 | 30,704,108 | 22,607,979 | 22,568,745 | - | 130,931,526 |
| Audit fee payable | 30,689 | 38,529 | 38,411 | 29,539 | 5,936 | 11,816 | 154,920 |
| Central administration fee payable | 139,204 | 175,224 | 174,187 | 135,826 | 64,555 | 226,406 | 915,402 |
| Depositary fee payable | 36,363 | 45,301 | 45,080 | 35,576 | 18,065 | 68,634 | 249,019 |
| Management fees payable | 319,951 | 442,466 | 439,695 | 309,524 | 139,759 | 1,019,258 | 2,670,653 |
| Tax payable | 27,630 | 37,702 | 37,454 | 25,437 | 9,798 | 25,481 | 163,502 |
| Other payables and accrued expenses | 5,031 | 30,485 | 4,379 | 4,048 | 7,285 | 276,136 | 327,364 |
| | 26,443,064 | 29,936,205 | 31,443,314 | 23,147,929 | 22,814,143 | 1,627,731 | 135,412,386 |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 8 – Other operating expenses

Other operating expenses comprise of the following:

| | Year ended 31 December 2023 | | | | | | |
|-----------------------------|-----------------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|
| | SLLF I USD | SLLF II USD | SLLF III USD | SLLF IV USD | SLLF V USD | Infra Debt USD | Combined USD |
| Management fees* | 4,212,685 | 5,326,388 | 5,294,050 | 4,074,751 | 1,631,431 | 3,775,233 | 24,314,538 |
| Central administration fees | 406,659 | 475,867 | 458,396 | 372,081 | 170,416 | 332,212 | 2,215,631 |
| Transaction fees | (1,419,657) | (339,925) | (710,524) | (1,221,328) | 12,680 | (1,628,532) | (5,307,286) |
| Depositary fees | 148,829 | 170,272 | 169,341 | 145,193 | 69,549 | 125,726 | 828,910 |
| Audit fees | 46,005 | 57,477 | 57,787 | 44,456 | 9,561 | 37,315 | 252,601 |
| Tax advisory fees | 4,796 | 4,473 | 4,474 | 4,540 | 4,822 | 4,503 | 27,608 |
| Other operating expenses | 60,126 | 67,544 | 63,836 | 53,145 | 39,055 | 1,473,475 | 1,757,181 |
| | 3,459,443 | 5,762,096 | 5,337,360 | 3,472,838 | 1,937,514 | 4,119,932 | 24,089,183 |

***Management fees:** The AIFM is entitled to receive a management fee in respect of each class of shares as disclosed in the confidential private placement memorandum of the fund. This management fee is a percentage per annum of the Net Asset Value of the relevant class of Shares, accrued and payable monthly in arrears, based on the last available Net Asset Value out of the assets of the relevant Sub-Fund. On Share Class I, Share Class AM and institutional share class management fees are calculated as up to 1.2% per annum of the Net Asset Value.

On class I Founding shares of Infra Debt, management fee is calculated as up to 0.6% per annum of the management fee base (the "Management Fee Base"). During the Infra Debt Asset drawdown period, the Management Fee Base will be the total commitments of the Sub-Fund in the Infra Debt Asset at Valuation Date. After Infra Debt Asset Drawdown Period the Management Fee Base will be the outstanding debt amount of the Sub-Fund in the Infra Debt Asset at Valuation Date. For any Infra Debt Asset without drawdown period, the Management Fee Base will be the outstanding debt amount of the Sub-Fund in the Infra Debt Asset at Valuation Date. For other assets held by the Sub-Fund, including infrastructure equity assets, the Management Fee Base will be the relevant Net Asset Value based on the last available Net Asset Value. The management fee is payable quarterly in arrears out of the assets of the Sub-Fund. In addition to the Management Fee, the Investment Manager will receive 50% of the Up-Front Fees (the other 50% will be paid to the Sub-Fund) and the entire Working Fees.

The investment manager of Infra debt is paid out of the management fee received by the AIFM in accordance with the terms of the Investment Management Agreement relating to the portfolio management of the infra Debt.

Total Expense Ratios (TER)

The Total Expense Ratio has been calculated in consideration of the directive 2009/65/EC of the European Parliament.

| Sub-Fund | Name of Share Class | TER (all expenses) | TER (all expenses excluding performance fees) | Performance fees |
|------------|---|--------------------|---|------------------|
| SLLF I | Class I Founding USD shares | 0.40% | 0.40% | 0.00% |
| SLLF II | Class I Founding EUR shares | -0.01% | -0.01% | 0.00% |
| SLLF III | Class I Founding EUR shares | 0.41% | 0.41% | 0.00% |
| SLLF IV | Class I Founding USD shares | 0.40% | 0.40% | 0.00% |
| SLLF V | Class AM USD Shares | 0.52% | 0.52% | 0.00% |
| SLLF V | Class I Founding USD shares | 0.47% | 0.47% | 0.00% |
| SLLF V | Class AM - hedged CHF Shares | 0.48% | 0.48% | 0.00% |
| SLLF V | Class Institutional - hedged CHF Shares | 0.67% | 0.67% | 0.00% |
| SLLF V | Class Institutional - hedged EUR Shares | 0.67% | 0.67% | 0.00% |
| SLLF V | Class Institutional USD Shares | 0.63% | 0.63% | 0.00% |
| Infra Debt | Class I Founding EUR Shares | 0.52% | 0.52% | 0.00% |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 9 – Distribution

Each Sub-Fund except for Infra Debt expects, based on its investment objective and strategies that its distributions, if any, will consist of ordinary income, capital gains, or some combination of both. Each Sub-Fund declares and pays dividends (for the avoidance of doubt including interim dividends) from gross investment income, to the extent feasible and at its sole discretion.

Payment of dividends out of gross income means that all part of the fees and expenses attributable to the Sub-Fund can be allocated to capital. As a consequence, the distribution amount per Shares may be different between distribution periods.

On Infra Debt, distributions will be made by means of periodic dividends to the extent feasible or the allocation of the Sub-Fund's liquidation proceeds, as the case may be. Distributions will comprise a part corresponding to the amortised principal and a part corresponding to the coupon interest. As the Sub-Fund shall invest in portfolio investments with both fixed interest rates and floating interest rates, it is intended to make frequent distributions to investors, usually about the time payment of interest under the portfolio investments is received by the Sub-Fund but not more often than quarterly.

For SLLF I, SLLF II, SLLF III and SLLF IV, all the distributions in cash will normally be paid out on the 8th Business Day of the month following the end of the period. On SLLF V which expects to make yearly distributions, this will usually be paid within four months after the financial year end.

During the year ended 31 December 2023 the following distributions were paid:

| Sub-Fund | Class | Date | Distribution | Date | Distribution | Total Distributions |
|------------|---|--------------|----------------|------------------|----------------|---------------------|
| SLLF I | Class I Founding USD shares | 30 June 2023 | USD 23,999,503 | 30 November 2023 | USD 63,999,658 | USD 87,999,161 |
| SLLF II | Class I Founding EUR shares | 30 June 2023 | - | 30 November 2023 | EUR 28,000,140 | EUR 28,000,140 |
| SLLF III | Class I Founding EUR shares | 30 June 2023 | EUR 24,000,470 | 30 November 2023 | EUR 28,000,107 | EUR 52,000,577 |
| SLLF IV | Class I Founding USD shares | 30 June 2023 | USD 23,999,995 | 30 November 2023 | USD 63,999,748 | USD 87,999,743 |
| SLLF V | Class Institutional - hedged EUR Shares | 30 June 2023 | - | 30 November 2023 | EUR 250,000 | EUR 250,000 |
| Infra Debt | Class I Founding EUR Shares | 30 June 2023 | - | 30 November 2023 | EUR 23,730,179 | EUR 23,730,179 |

Note 10 – Significant events during the year

An updated Private Placement Memorandum was issued in March 2023.

Note 11 – Subsequent events

There were no subsequent events affecting the Fund.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Notes to the audited financial statements (continued) for the year ended 31 December 2023

Note 12 – Statement of Net Assets, Statement of Operations and Statistical information by Sub-Fund

a) Statement of Net Assets as at 31 December 2023 by Sub-Fund

| | SLLF I | SLLF II | | SLLF III | | SLLF IV | SLLF V | Infra Debt | | Combined |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--------------------|--------------------|----------------------|----------------------|
| | USD | EUR | USD | EUR | USD | USD | USD | EUR | USD | USD |
| ASSETS | | | | | | | | | | |
| Investments | | | | | | | | | | |
| Loans and claims | 983,262,380 | 1,190,288,135 | 1,314,915,860 | 1,182,511,849 | 1,306,325,367 | 942,111,278 | 354,305,620 | 875,348,846 | 967,001,222 | 5,867,921,727 |
| Loans to affiliated undertakings | 56,454,338 | 57,446,004 | 63,460,821 | 60,170,381 | 66,470,450 | 53,816,807 | 16,332,347 | - | - | 256,534,763 |
| Bonds and other investment securities | 22,698,043 | 23,076,681 | 25,492,898 | 13,514,970 | 14,930,039 | 26,679,279 | 5,271,442 | - | - | 95,071,701 |
| Other debtors | 27,540,830 | 27,076,329 | 29,911,324 | 33,499,030 | 37,006,506 | 33,035,969 | 9,968,440 | 4,602,577 | 5,084,484 | 142,547,553 |
| Forward foreign exchange contracts | - | 20,482,978 | 22,627,624 | 16,946,492 | 18,720,855 | - | 20,965,919 | - | - | 62,314,398 |
| Cash and cash equivalents | 45,469,191 | 93,605,679 | 103,406,552 | 97,611,415 | 107,831,704 | 38,042,962 | 33,864,304 | 60,019,206 | 66,303,447 | 394,918,160 |
| TOTAL ASSETS | 1,135,424,782 | 1,411,975,806 | 1,559,815,079 | 1,404,254,137 | 1,551,284,921 | 1,093,686,295 | 440,708,072 | 939,970,629 | 1,038,389,153 | 6,819,308,302 |
| LIABILITIES | | | | | | | | | | |
| Other creditors and expenses payable | 26,443,064 | 27,098,852 | 29,936,205 | 28,463,117 | 31,443,314 | 23,147,929 | 22,814,143 | 1,473,455 | 1,627,731 | 135,412,386 |
| Forward foreign exchange contracts | 14,188,606 | - | - | - | - | 13,796,703 | 5,417,565 | - | - | 33,402,874 |
| TOTAL LIABILITIES | 40,631,670 | 27,098,852 | 29,936,205 | 28,463,117 | 31,443,314 | 36,944,632 | 28,231,708 | 1,473,455 | 1,627,731 | 168,815,260 |
| NET ASSETS AT THE END OF THE YEAR | 1,094,793,112 | 1,384,876,954 | 1,529,878,874 | 1,375,791,020 | 1,519,841,607 | 1,056,741,663 | 412,476,364 | 938,497,174 | 1,036,761,422 | 6,650,493,042 |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Unaudited Information for the year ended 31 December 2023

Note 12 – Statement of Net Assets, Statement of Operations and Statistical information by Sub-Fund (continued)

b) Statement of Operations for the year ended 31 December 2023 by Sub-Fund

| | SLLF I | | SLLF II | | SLLF III | | SLLF IV | | SLLF V | | Infra Debt | | Combined |
|--|--|---|---|---|---|---|---|---|---|---|---|---|---|
| | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 | For the year ended 31 December 2023 |
| | USD | EUR | USD | EUR | USD | EUR | USD | USD | EUR | USD | EUR | USD | USD |
| NET ASSETS AT THE BEGINNING OF THE YEAR | 1,182,834,030 | 1,249,877,652 | 1,333,928,486 | 1,266,571,496 | 1,351,744,945 | 1,135,525,027 | 313,402,255 | 731,055,233 | 780,216,688 | 6,097,651,431 | | | |
| Income | 84,387,361 | 96,576,472 | 104,436,352 | 95,947,040 | 103,755,694 | 81,795,472 | 27,513,336 | 41,081,904 | 44,425,356 | 446,313,571 | | | |
| Interest on loans and claims | 79,075,358 | 89,695,842 | 96,995,742 | 89,381,350 | 96,655,655 | 76,606,431 | 25,494,541 | 40,530,646 | 43,829,234 | 418,656,961 | | | |
| Interest on bonds and other investment securities | 135,802 | 676,048 | 731,068 | 209,408 | 226,451 | 217,338 | 96,778 | - | - | 1,407,437 | | | |
| Other financial income | 5,176,201 | 6,204,582 | 6,709,542 | 6,356,282 | 6,873,588 | 4,971,703 | 1,922,017 | 551,258 | 596,122 | 26,249,173 | | | |
| Expenses | (4,062,482) | (5,746,286) | (6,213,947) | (5,278,650) | (5,708,254) | (3,834,278) | (2,110,227) | (3,893,845) | (4,210,745) | (26,139,933) | | | |
| Other operating expenses | (3,459,443) | (5,328,441) | (5,762,096) | (4,935,670) | (5,337,360) | (3,472,838) | (1,937,514) | (3,809,866) | (4,119,932) | (24,089,183) | | | |
| Other financial expenses | (486,107) | (283,075) | (306,113) | (209,271) | (226,303) | (251,609) | (134,432) | (186) | (201) | (1,404,765) | | | |
| Taxation | (116,932) | (134,770) | (145,738) | (133,709) | (144,591) | (109,831) | (38,281) | (83,793) | (90,612) | (645,985) | | | |
| Net investment gain after operating expenses | 80,324,879 | 90,830,186 | 98,222,405 | 90,668,390 | 98,047,440 | 77,961,194 | 25,403,109 | 37,188,059 | 40,214,611 | 420,173,638 | | | |
| Realised gain | 1,385,080 | 40,286,198 | 43,564,892 | 42,142,705 | 45,572,491 | 1,159,230 | 12,345,068 | - | - | 104,026,761 | | | |
| Net realised gain on loans and claims | - | 10,041,078 | 10,858,272 | 15,125,040 | 16,355,992 | - | - | - | - | 27,214,264 | | | |
| Net realised gain on bonds and other investment securities | 224,959 | 927,268 | 1,002,734 | 895,411 | 968,284 | 9,204 | 1,090 | - | - | 2,206,271 | | | |
| Net realised gain on forward foreign exchanges contracts | - | 23,106,644 | 24,987,179 | 20,588,896 | 22,264,524 | - | 11,018,710 | - | - | 58,270,413 | | | |
| Net realised gain on foreign currency exchange | 1,160,121 | 6,211,208 | 6,716,707 | 5,533,358 | 5,983,691 | 1,150,026 | 1,325,268 | - | - | 16,335,813 | | | |
| Realised loss | (41,971,081) | (10,877,381) | (11,762,637) | (5,502,378) | (5,950,189) | (43,379,878) | (6,097,672) | (1,164,066) | (1,258,803) | (110,420,260) | | | |
| Net realised loss on loans and claims | (25,092,258) | (9,475,400) | (10,246,556) | (4,487,353) | (4,852,556) | (26,641,320) | (6,097,672) | (1,164,061) | (1,258,798) | (74,189,160) | | | |
| Net realised loss on bonds and other investment securities | - | (6,463) | (6,989) | (21,223) | (22,950) | - | - | - | - | (29,939) | | | |
| Net realised loss on forward foreign exchanges contracts | (14,604,478) | - | - | - | - | (14,170,736) | - | - | - | (28,775,214) | | | |
| Net realised loss on foreign currency exchange | (2,274,345) | (1,395,518) | (1,509,092) | (993,802) | (1,074,683) | (2,567,822) | - | (5) | (5) | (7,425,947) | | | |
| Change in net unrealised gain | 79,589,085 | 46,494,092 | 50,278,016 | 42,551,864 | 46,014,949 | 80,068,646 | 26,821,169 | 36,148,127 | 39,090,043 | 321,861,908 | | | |
| Net unrealised gain on loans and claims | 65,132,657 | 45,380,129 | 49,073,393 | 41,590,470 | 44,975,312 | 65,359,148 | 20,170,555 | 36,148,124 | 39,090,040 | 283,801,105 | | | |
| Net unrealised gain on bonds and other investment securities | 1,186,103 | 864,176 | 934,507 | 683,860 | 739,516 | 1,439,394 | 212,528 | - | - | 4,512,048 | | | |
| Net unrealised gain on forward foreign exchanges contracts | 11,886,352 | - | - | - | - | 11,388,559 | 5,575,241 | - | - | 28,850,152 | | | |
| Net unrealised gain on foreign currency exchange | 1,383,973 | 249,787 | 270,116 | 277,534 | 300,121 | 1,881,545 | 862,845 | 3 | 3 | 4,698,603 | | | |
| Change in net unrealised loss | (6,430) | (53,478,163) | (57,830,484) | (55,340,846) | (59,844,762) | (912) | - | - | - | (117,682,588) | | | |
| Net unrealised loss on loans and claims | - | (33,569,367) | (36,301,411) | (37,662,050) | (40,727,177) | - | - | - | - | (77,028,588) | | | |
| Net unrealised loss on bonds and other investment securities | - | (600,558) | (649,434) | (253,488) | (274,118) | - | - | - | - | (923,552) | | | |
| Net unrealised loss on forward foreign exchanges contracts | - | (18,939,861) | (20,481,282) | (17,002,008) | (18,385,717) | - | - | - | - | (38,866,999) | | | |
| Net unrealised loss on foreign currency exchange | (6,430) | (368,377) | (398,357) | (423,300) | (457,750) | (912) | - | - | - | (863,449) | | | |
| Net increase in net assets as a result of operations | 119,321,533 | 113,254,932 | 122,472,192 | 114,519,735 | 123,839,929 | 115,808,280 | 58,471,674 | 72,172,120 | 78,045,851 | 617,959,459 | | | |
| Foreign currency adjustment | - | - | 49,964,159 | - | 49,988,302 | - | - | - | 32,220,123 | 132,172,584 | | | |
| Net increase in net assets | 119,321,533 | 113,254,932 | 172,436,351 | 114,519,735 | 173,828,231 | 115,808,280 | 58,471,674 | 72,172,120 | 110,265,974 | 750,132,043 | | | |
| Total change in Net Assets | | | | | | | | | | | | | |
| Subscriptions during the year | 70,000,000 | 49,744,510 | 53,792,969 | 46,700,366 | 50,501,077 | 60,000,000 | 60,576,266 | 159,000,000 | 171,940,221 | 466,810,533 | | | |
| Redemptions during the year | (189,363,290) | - | - | - | - | (166,591,901) | (19,701,056) | - | - | (375,656,247) | | | |
| Distributions during the year | (87,999,161) | (28,000,140) | (30,278,932) | (52,000,577) | (56,232,646) | (87,999,743) | (272,775) | (23,730,179) | (25,661,461) | (288,444,718) | | | |
| | (207,362,451) | 21,744,370 | 23,514,037 | (5,300,211) | (5,731,569) | (194,591,644) | 40,602,435 | 135,269,821 | 146,278,760 | (197,290,432) | | | |
| NET ASSETS AT THE END OF THE YEAR | 1,094,793,112 | 1,384,876,954 | 1,529,878,874 | 1,375,791,020 | 1,519,841,607 | 1,056,741,663 | 412,476,364 | 938,497,174 | 1,036,761,422 | 6,650,493,042 | | | |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Swiss Life Loan Fund (LUX) - ESG Infrastructure Debt, a sub-fund of Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Legal entity identifier: 254900U2PR4JXBY4PA04

Environmental and/or social characteristics

Did this financial product have a sustainable investment objective?

Yes

No

It made **sustainable investments with an environmental objective**: ____%

It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of ____% of sustainable investments

in economic activities that qualify as environmentally sustainable under the EU Taxonomy

with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

with a social objective

It made **sustainable investments with a social objective**: ____%

It promoted E/S characteristics, but **did not make any sustainable investments**

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

For reference, the reporting period started on 01/01/2023 and ended on 31/12/2023.

The following environmental and/or social characteristics were promoted by Swiss Life Loan Fund (Lux) S.A., SICAV-SIF - Swiss Life Loan Fund ESG Infrastructure Debt (hereinafter the "Sub-Fund"):

- Contribution of its Infrastructure Debt investments to the climate change mitigation,
- Ensure that employees working conditions are monitored and related issues are properly addressed.

The environmental and social characteristics promoted by the Sub-Fund were met for a large proportion of the assets under management, as evidenced by the performance of the sustainability indicators detailed below.

Derivatives were not used by this Sub-Fund to attain the environmental and/or social characteristics.

● *How did the sustainability indicators perform?*

An ESG questionnaire was submitted to the project or infrastructure companies to which the Sub-Fund is a lender, in order to assess the sustainability indicators used to support environmental and / or social characteristics promoted by the Sub-Fund.

At the date of this reporting, we have not yet received the feedback from all the borrowers for the financial year 2023. Accordingly, the results indicated in the table below are based on data collected for financial year 2022.

| Indicator # | Sustainability Indicator | Results | Performance |
|-------------|---|--------------|--|
| 1 | GHG emissions* Whether the borrowers have policies and procedures in place to monitor GHG emissions (in tCO2eq aligned with GHG protocol covering Scope 1 and 2 emissions, and if appropriate, Scope 3) and report thereon (coverage in % of the total assets under management) | 77% coverage | A large portion of the project and infrastructure companies to which the Sub-Fund is a lender have procedures in place to monitor and to report on GHG emissions Scope 1 and 2. GHG emissions data was directly collected from the borrowers/issuers through an annual ESG questionnaire. For the borrowers/issuers with publicly available Sustainability Reports, this data was used. Overall, the results were obtained for 77% of the loans under management of the Sub-Fund as of 31/12/2022 (71% of the loans under management as of 31/12/2021) |
| 2 | Health and Safety Whether the borrowers have policies and procedures in place to control Health and Safety risks and monitor | 75% coverage | A large portion of the project and infrastructure companies to which the Sub-Fund is a lender have procedures in place to consider, monitor and report health and safety metrics. Health & Safety data was directly collected from the borrowers/issuers through an annual |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

| | | | |
|--|---|--|--|
| | Health & Safety metrics (e.g. accident frequency) | | ESG questionnaire. For the borrowers/issuers with publicly available Sustainability Reports, this data was used. Overall, the results were obtained for 75% of the loans under management of the Sub-Fund as of 31/12/2022 (66% of the loans under management as of 31/12/2021). |
|--|---|--|--|

**Please note that in the pre-contractual disclosure, the indicator planned to be used to measure the attainment of the environmental characteristics promoted by the Sub-Fund was 'CO2 emissions,' but has been changed to 'GHG emissions' for the periodic reporting due to the fact that GHG is more comprehensive than CO2 and more in line with the environmental characteristic intended to be promoted.*

From a governance perspective, the Sub-Fund ensured that appropriate governance rules were in place at the level of the infrastructure asset, through its internal ESG assessment covering governance dimension. In addition, in all the credit agreements that were entered into, the borrowers shall make, both at the time of investment and during the whole life of the financing, a number of representations and warranties about the following topics which enables effective monitoring by the Sub-Fund:

- Compliance with laws (including environmental law)
- Absence of material litigations
- Undertaking from the borrower to inform the lenders of any material litigation

● **...and compared to previous periods?**

| Indicator # | Sustainability Indicator | Result previous reporting period | Result current reporting period | Performance |
|-------------|---|----------------------------------|---------------------------------|--|
| 1 | GHG emissions* Whether the borrowers have policies and procedures in place to monitor GHG emissions (in tCO2eq aligned with GHG protocol covering Scope 1 and 2 emissions, and if appropriate, Scope 3) and report thereon (coverage in % of the total assets under management) | 71% coverage | 77% coverage | Improvement of the disclosure from the borrowers |
| 2 | Health and Safety Whether the borrowers have policies and procedures in place to control Health and Safety risks and | 66% coverage | 75% coverage | Improvement of the disclosure from the borrowers |

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

| | | | | |
|--|---|--|--|--|
| | monitor Health & Safety metrics (e.g. accident frequency) | | | |
|--|---|--|--|--|

**Please note that in the pre-contractual disclosure, the indicator planned to be used to measure the attainment of the environmental characteristics promoted by the Sub-Fund was 'CO2 emissions,' but has been changed to 'GHG emissions' for the periodic reporting due to the fact that GHG is more comprehensive than CO2 and more in line with the environmental characteristic intended to be promoted.*

- **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Sub-Fund did not make any sustainable investments.

- **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Sub-Fund did not make any sustainable investments.

- *How were the indicators for adverse impacts on sustainability factors taken into account?*

The Sub-Fund did not make any sustainable investments.

- *Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

The Sub-Fund did not make any sustainable investments.

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the Union criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the Union criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



How did this financial product consider principal adverse impacts on sustainability factors?

In general, the Sub-Fund assessed negative impact of the investments through the integration of ESG factors in the investment decision-making and through exclusions and carried out an ESG assessment on all the infrastructure assets it considered. To further enhance its approach to the assessment of negative impact, the Sub-Fund began to consider the fourteen Principal Adverse Impacts (PAIs) as provided in the Table 1 of Annex

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

of the Commission Delegated Regulation (EU) 2022/1288 of 6 April 2022 in its investment due diligence and asset management processes.

In 2022, the consideration of adverse impacts was made through exclusions, and sectorial limits, for example, limiting the exposure of the Sub-Fund to fossil fuels. As of 31 December 2022, 12% of the current assets under management of the Sub-Fund were allocated to companies that derive revenue from storage, refining or distribution of fossil fuels, but no new investment in that sector was made during 2023.

In 2023, the Sub-Fund collected data from its borrowers to be able to calculate the PAIs indicators.

As expected, not all the borrowers of this Sub-Fund were able to report on all PAI indicators but reporting and transparency are expected to improve over time with ESG integration progressing at borrowers' level.



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 1 January 2022 – 31 December 2022

This is a list of the 8 main investments of the Sub-Fund as of 31 December 2023. The other investments represent each 5% or less of the total assets under management.

| Largest investments | Sector & Sub sector | % Loans under management | Country |
|---------------------|--|--------------------------|-------------|
| Asset 1 | Transportation (Rail freight) | 8.5% | France |
| Asset 2 | Social Infrastructure (Social accommodation) | 6.4% | Finland |
| Asset 3 | Storage (oil & chemical products) | 6.4% | Netherlands |
| Asset 4 | Telecommunications (fiber) | 6.4% | Spain |
| Asset 5 | Telecommunications (towers) | 5.3% | Italy |
| Asset 6 | Telecommunications (dark fiber) | 5.3% | France |
| Asset 7 | Telecommunications (towers) | 5.3% | Germany |
| Asset 8 | Energy & Utilities (Waste treatment) | 5.3% | Netherlands |
| Asset 9 | Telecommunications (Data center) | 5% | Italy |

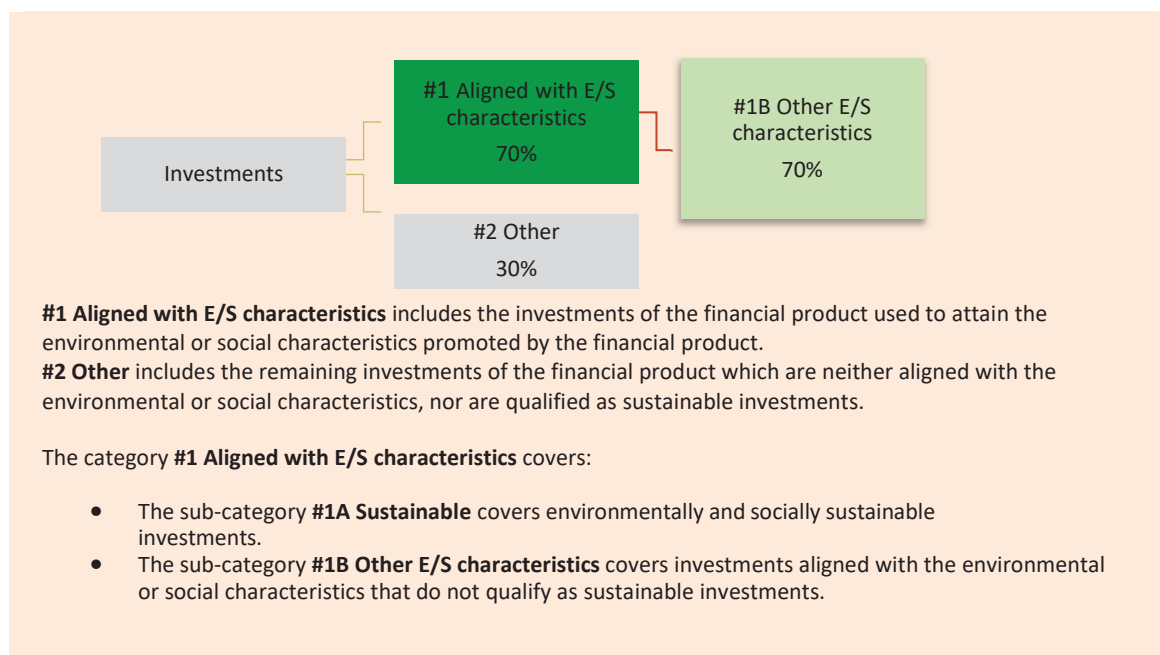


What was the proportion of sustainability-related investments?

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

● What was the asset allocation?



Asset allocation describes the share of investments in specific assets.

The asset allocation is based on the total assets under management ie including cash instruments (allocated to #2 Other).

● In which economic sectors were the investments made?

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitation on emissions and switching to fully renewable power or low carbon fuels by the end of 2035.

The Sub-Fund granted loans in four main sectors, including Energy & Utilities (notably renewable energy), Telecommunications, Transportation and Social Infrastructure. As of 31 December 2023, the breakdown of the investments by sector was as follows (in % of total loans under management): Energy & Utilities 40% (out of which Renewable Energy 17%, waste treatment 8%, heating networks 5%, storage 10%), Telecommunications 34% (out of which data centers 10%, fiber networks 11% and telecom towers 13%), Transportation 17% (out of which Rail 11%, Road 6%), Social Infrastructure 9%.

As of 31 December 2023, the proportion of loans in sectors and sub-sectors of the economy that derive revenues from exploration, mining, extraction, production, processing, storage, refining or distribution, including transportation, storage, and trade, of fossil fuels was 12% (storage 10% and transportation 2%).

For **nuclear energy**, the criteria include comprehensive safety and waste management.



To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable as the Sub-Fund did not commit to make sustainable investments.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

● Did the financial product invest in fossil gas and/ or nuclear energy related activities complying with the EU Taxonomy¹?

Transitional activities are activities for which

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective – see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

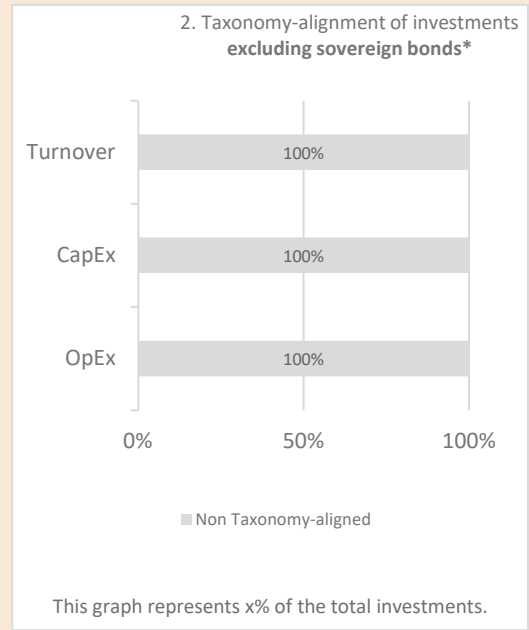
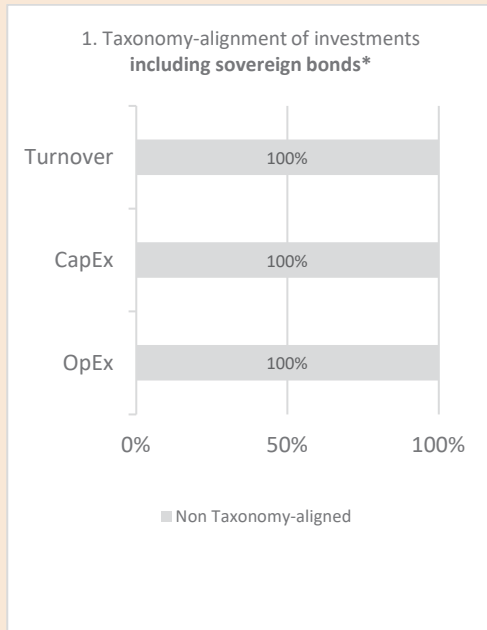
Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

- Yes:
 In fossil gas In nuclear energy
 No

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflects the “greenness” of investee companies today
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



* For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

● **What was the share of investments made in transitional and enabling activities?**

Not applicable as the Sub-Fund did not commit to make sustainable investments.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable as the Sub-Fund did not commit to make sustainable investments.



What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

Not applicable as the Sub-Fund did not commit to make sustainable investments.

What was the share of socially sustainable investments?

Not applicable as the Sub-Fund did not commit to make sustainable investments.

What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?

The Infrastructure Debt assets of the Sub-Fund which are classified as “#2 Other” are i) the cash instruments held by the fund and ii) the loans for which the Sub-Fund was not able to obtain the necessary data in terms of GHG Emissions and/or Health & Safety indicators to ensure compliance with environmental and social characteristics. For the avoidance of doubt, this does not necessarily mean that the project or infrastructure companies would not comply with the defined characteristics, but they may not have the full monitoring processes and resources to collect, treat and provide all required data; on top, there is no contractual obligation for the borrowers to provide such data to lenders (this is especially true for transactions that have been concluded some years ago, when no ESG covenants were included in the finance documentation).

An ESG assessment has in any case been realized for all infrastructure debt assets to ensure that minimum ESG practices are in place. Through the ESG assessment, the Investment Manager evaluated the project’s ability to manage risks arising from ESG factors.

Key topics of the ESG internal assessment cover inter alia:

Environmental practices:

- Environmental Policy and Procedures
- Environmental Initiatives (including Environmental Impact Assessment and CO2 emissions)
- Environmental Legislation
- Resource Consumption & Waste Management

Social practices:

- Employment and Work Environment (including compliance with labor laws)
- Health & Safety
- Involvement with Stakeholders / Society

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

Governance practices:

- Board of Directors / Senior Management
- Code of conduct / anti bribery policies
- Management systems
- Financial Reporting
- ESG integration



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

A comprehensive analysis was applied to all existing investments to define their alignment with the environmental and/or social characteristics promoted by the Sub-Fund.

New potential investments were assessed against the environmental and/or social characteristics promoted by the Sub-Fund at the investment due diligence stage. During the period, the Sub-Fund did not grant any financing to companies active in oil & gas exploration and production, neither to companies deriving any revenues from coal. On top, some exclusions were made for transactions in sectors like fossil fuels storage and/or liquified natural gas terminals.

All assets were screened from an ESG perspective using the proprietary ESG assessment described in the previous question to evaluate the project practices in terms of environmental, social and governance dimensions. The assessment was made during the investment due diligence stage for all new investments and during the annual assessment cycle for all existing investments.

The Sub-Fund systematically sent its ESG questionnaire covering the environmental and social characteristics promoted by the Sub-Fund to all new potential borrowers during the investment due diligence phase and requested that the borrower fulfils it before the effective closing of the financing – except if the borrower issues some public ESG data through a sustainability report.



How did this financial product perform compared to the reference benchmark?

No specific index has been designed as a reference benchmark to determine whether the Sub-Fund is aligned with the environmental and/or social characteristics it promotes. This question and the questions below are therefore not applicable.

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Swiss Life Loan Fund (LUX) S.A., SICAV-SIF

Appendix: Environmental, Social and Governance (ESG) Reporting (unaudited information)

- *How does the reference benchmark differ from a broad market index?*

Not applicable

- *How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?*

Not applicable

- *How did this financial product perform compared with the reference benchmark?*

Not applicable

- *How did this financial product perform compared with the broad market index?*

Not applicable