

Zurich, 10 March 2021

MEMBER UPDATE NO. 55

2020 annual financial statements and sending out the insurance certificates

Dear Beneficiaries,

The coronavirus dominated our day-to-day lives in 2020. The uncertainties associated with the virus and relating to our companies shaped the year for Personalvorsorge Swissport. All contributions were duly paid in, which meant that the retirement assets of all insured members grew just like in any normal year despite the reduced working hours. In contrast, PVS lost around 450 insured members in 2020 because they left Swissport companies in Switzerland.

2020 annual financial statements

The preliminary figures as of 31 December 2020 are as follows:

Annual return on investments: 2.62%

Funding ratio: 117.4%

In terms of investments, a satisfactory return of 2.6% was seen at the end of year, which was not necessarily expected after the turbulence on equities markets in spring 2020 (in comparison the Pictet BVG 25 Index stood at 2.57%). Out of precaution and on account of the uncertainty regarding the future, the Board of Trustees decided in November 2020 to credit interest of 1% to the retirement assets.

In spring 2020, the Board of Trustees decided to take a little risk out of the investments by selling equities. This decision was taken also in light of the liquidity requirements resulting from potential waves of layoffs that did not eventuate thanks to reduced working hours.

The good funding ratio of 117.4% at the end of the year cloaks the fact that PVS lost 10% of its funding ratio in March 2020 alone. Such an event may occur again and it is undoubtedly wise to keep our reserves at a suitably high level.

Sending out the insurance certificates

You will receive your personal insurance certificate as of 01 January 2021 in the next few days. It gives you information about the development of your pension capital in 2020 and about your individual pension situation. You can find explanations to help you understand the insurance certificate on the website. You will find this at www.pv-swissport.ch, in the insurance certificate section.

Outlook for 2021

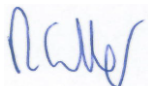
Despite positive signals with regard to Covid-19 tests and vaccinations, the future development of the aviation industry is anything but clear. New virus mutations are blocking the upswing and it is impossible to see an end to the impact on international travel. This means that PVS must also anticipate various scenarios.

The new pension fund regulations for Swissport Zurich, Basel, Geneva and Swissport Baggage Sorting will come into effect from 1 June 2021. PVS and the social partners seized the opportunity and found a modern, forward-looking pension solution that is still far in excess of the statutory requirements. In particular, the subject of savings beginning at the age of 20 is often brought into the debates on pension reforms. The reduction in the coordination deduction reflects the fact that we at Swissport have a large number of insured members with low wages and part-time jobs.

More information on the changes can be found at www.pv-swissport.ch.

So we are well equipped and have a good level of reserves to tackle 2021. And, of course, we are hoping that the crisis will soon be over in our industry, too.

Stay well



Roland Etter

Chairman



Elisabeth Müller

Manager