# Aioi Nissay Dowa Insurance UK Limited

Solvency and Financial Condition Report

**Disclosures** 

31 December

2020

(Monetary amounts in GBP thousands)

## General information

Undertaking name
Undertaking identification code
Type of code of undertaking
Type of undertaking
Country of authorisation
Language of reporting
Reporting reference date
Currency used for reporting
Accounting standards
Method of Calculation of the SCR
Matching adjustment
Volatility adjustment
Transitional measure on the risk-free interest rate

Aioi Nissay Dowa Insurance UK Limited
213800OSAPC1OK4N2D76
LEI
Non-life undertakings
GB
en
31 December 2020
GBP
Local GAAP
Standard formula
No use of matching adjustment
No use of volatility adjustment
No use of transitional measure on the risk-free interest rate
No use of transitional measure on technical provisions

## List of reported templates

- S.02.01.02 Balance sheet
- S.05.01.02 Premiums, claims and expenses by line of business
- S.17.01.02 Non-Life Technical Provisions

Transitional measure on technical provisions

- S.19.01.21 Non-Life insurance claims
- S.23.01.01 Own Funds
- ${\it S.25.01.21-Solvency\ Capital\ Requirement-for\ undertakings\ on\ Standard\ Formula}$
- S.28.01.01 Minimum Capital Requirement Only life or only non-life insurance or reinsurance activity

## S.02.01.02

# **Balance sheet**

		Solvency II value
	Assets	C0010
R0030	Intangible assets	
R0040	Deferred tax assets	
R0050	Pension benefit surplus	
R0060	Property, plant & equipment held for own use	0
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	71,458
R0080	Property (other than for own use)	0
R0090	Holdings in related undertakings, including participations	0
R0100	Equities	0
R0110	Equities - listed	
R0120	Equities - unlisted	
R0130	Bonds	56,004
R0140	Government Bonds	8,231
R0150	Corporate Bonds	47,130
R0160	Structured notes	0
R0170	Collateralised securities	643
R0180	Collective Investments Undertakings	15,455
R0190	Derivatives	
R0200	Deposits other than cash equivalents	0
R0210	Other investments	0
R0220	Assets held for index-linked and unit-linked contracts	
R0230	Loans and mortgages	0
R0240	Loans on policies	0
R0250	Loans and mortgages to individuals	
R0260	Other loans and mortgages	
R0270	Reinsurance recoverables from:	45,489
R0280	Non-life and health similar to non-life	45,489
R0290	Non-life excluding health	45,489
R0300	Health similar to non-life	0
R0310	Life and health similar to life, excluding index-linked and unit-linked	0
R0320	Health similar to life	
R0330	Life excluding health and index-linked and unit-linked	
R0340	Life index-linked and unit-linked	
R0350	Deposits to cedants	0
R0360	Insurance and intermediaries receivables	49,373
R0370	Reinsurance receivables	13,043
R0380	Receivables (trade, not insurance)	
R0390	Own shares (held directly)	
R0400	Amounts due in respect of own fund items or initial fund called up but not yet paid in	0
R0410	Cash and cash equivalents	9,467
R0420	Any other assets, not elsewhere shown	9,977
R0500	Total assets	198,808

## S.02.01.02

# **Balance sheet**

		Solvency II value
	Liabilities	C0010
R0510	Technical provisions - non-life	98,182
R0520	Technical provisions - non-life (excluding health)	98,125
R0530	TP calculated as a whole	0
R0540	Best Estimate	93,999
R0550	Risk margin	4,126
R0560	Technical provisions - health (similar to non-life)	58
R0570	TP calculated as a whole	0
R0580	Best Estimate	0
R0590	Risk margin	57
R0600	Technical provisions - life (excluding index-linked and unit-linked)	0
R0610	Technical provisions - health (similar to life)	0
R0620	TP calculated as a whole	
R0630	Best Estimate	
R0640	Risk margin	
R0650	Technical provisions - life (excluding health and index-linked and unit-linked)	0
R0660	TP calculated as a whole	
R0670	Best Estimate	
R0680	Risk margin	
R0690	Technical provisions - index-linked and unit-linked	0
R0700	TP calculated as a whole	
R0710	Best Estimate	
R0720	Risk margin	
R0740	Contingent liabilities	
R0750	Provisions other than technical provisions	
R0760	Pension benefit obligations	
R0770	Deposits from reinsurers	
R0780	Deferred tax liabilities	
R0790	Derivatives	
R0800	Debts owed to credit institutions	
R0810	Financial liabilities other than debts owed to credit institutions	
R0820	Insurance & intermediaries payables	2,214
R0830	Reinsurance payables	18,277
R0840	Payables (trade, not insurance)	
R0850	Subordinated liabilities	0
R0860	Subordinated liabilities not in BOF	
R0870	Subordinated liabilities in BOF	0
R0880	Any other liabilities, not elsewhere shown	20,482
R0900	Total liabilities	139,156
R1000	Excess of assets over liabilities	59,653

5.05.01.02 Premiums, claims and expenses by line of business

#### Non-life

		Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)										Line of business for: accepted non-proportional reinsurance					
	Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Misc. financial loss	Health	Casualty	Marine, aviation and transport	Property	Total
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0200
Premiums written																	
R0110 Gross - Direct Business	0	66		100,617	750	2	444	275	0	0	0	11,473					113,627
R0120 Gross - Proportional reinsurance accepted	0	0		0	0	0	0	0	0	0	0	0					0
R0130 Gross - Non-proportional reinsurance accepted																	0
R0140 Reinsurers' share	0			46,534	750		444	275	0	0	0	5,791					53,862
R0200 Net	0	0		54,082	0	0	0	0	0	0	0	5,683					59,765
Premiums earned																	
R0210 Gross - Direct Business	0	32		41,752	417	1	211	142	0	0	0	1,321					43,876
R0220 Gross - Proportional reinsurance accepted	0	0		0	0	0	0	0	0	0	0	0					0
R0230 Gross - Non-proportional reinsurance accepted				,													0
R0240 Reinsurers' share	0			20,558	417	1	211	142	0	0	0	686					22,047
R0300 Net	0	0		21,194	0	0	0	0	0	0	0	635					21,829
Claims incurred																	
R0310 Gross - Direct Business	0			41,355			10	9	0	0	0	136					42,148
R0320 Gross - Proportional reinsurance accepted	0	0		0	0	0	0	0	0	0	0	0					0
R0330 Gross - Non-proportional reinsurance accepted				,													0
R0340 Reinsurers' share	0	0		20,520	638	0	10	9	0	0	0	68					21,245
R0400 Net	0	0		20,835	0	0	0	0	0	0	0	68					20,903
Changes in other technical provisions																	
R0410 Gross - Direct Business																	0
R0420 Gross - Proportional reinsurance accepted																	0
R0430 Gross - Non-proportional reinsurance accepted																	0
R0440 Reinsurers' share																	0
R0500 Net	0	0		0	0	0	0	0	0	0	0	0					0
R0550 Expenses incurred	0	-2		5,032	7	0	-818	-7	0	0	0	693					4,904
R1200 Other expenses				.,,,,,,				- 1				7.4					-1,007
R1300 Total expenses																	3,897

S.17.01.02

#### Non-Life Technical Provisions

					Direct busi	ness and accepte	d proportional re	insurance					Ac	cepted non-propo	ortional reinsuran	ce	
	Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Miscellaneous financial loss	Non- proportional health reinsurance	Non- proportional casualty reinsurance	Non- proportional marine, aviation and transport reinsurance	Non- proportional property reinsurance	Total Non-Life obligation
	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010 Technical provisions calculated as a whole	0	0		0	0	0	0	0	0	0	0	0					0
Total Recoverables from reinsurance/SPV and Finite Re after the R0050 adjustment for expected losses due to counterparty default associated to TP calculated as a whole																	0
Technical provisions calculated as a sum of BE and RM Best estimate																	
Premium provisions R0060 Gross	0	0	I	31,293	23,169	4	193	110	0	0	0	2,616	I				F7 303
	U	U		31,293	23,169	1	193	110	U	U	U	2,616					57,382
Total recoverable from reinsurance/SPV and Finite R0140 Re after the adjustment for expected losses due to counterparty default	0	0		12,736	9,603	1	191	108	0	0	0	1,289					23,929
R0150 Net Best Estimate of Premium Provisions	0	0		18,556	13,566	0	2	2	0	0	0	1,327					33,453
Claims provisions																	
R0160 Gross	0	0		23,689	12,784	0	1	19	0	0	0	125					36,617
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	0		17,158	4,318	0	1	19	0	0	0	66					21,560
R0250 Net Best Estimate of Claims Provisions	0	0		6,531	8,466	0	0	0	0	0	0	59					15,057
R0260 Total best estimate - gross	0	0	1	54,982	35,953	1	194	128	0	0	0	2,741	1				93,999
R0270 Total best estimate - gross	0			25,088	22,032	0	2	7	0			-					48,510
			I			1	3	0									
R0280 Risk margin	0	5/	<u> </u>	3,616	109	1	3	0	0	0	0	397	<u> </u>				4,183
Amount of the transitional on Technical Provisions																	
R0290 Technical Provisions calculated as a whole																	0
R0300 Best estimate R0310 Risk margin																	0
-			<u> </u>										<u> </u>				
R0320 Technical provisions - total	0	58		58,598	36,063	1	197	128	0	0	0	3,138					98,182
Recoverable from reinsurance contract/SPV and R0330 Finite Re after the adjustment for expected losses due to counterparty default - total	0	0		29,894	13,921	1	192	127	0	0	0	1,354					45,489
R0340 Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total	0	57		28,703	22,142	1	5	2	0	0	0	1,784					52,693

S.19.01.21 Non-Life insurance claims

### **Total Non-life business**

Z0020 Accident year / underwriting year Accident Year

ō	Gross Claims	Paid (non-cum	nulative)											
(	(absolute am	ount)												
		C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180
	Year					Developm	ent year						In Current	Sum of years
		0	1	2	3	4	5	6	7	8	9	10 & +	year	(cumulative)
100	Prior											0	0	0
160	2011	0	0	0	0	0	0	0	0	0	0		0	0
170	2012	0	0	0	0	0	0	0	0	0			0	0
180	2013	0	0	0	0	0	0	0	0				0	0
190	2014	0	0	0	0	0	0	0					0	0
200	2015	0	0	0	0	0	0						0	0
210	2016	0	0	0	0	0							0	0
220	2017	0	0	0	0								0	0
230	2018	0	0	0									0	0
240	2019	0	0										0	0
250	2020	7,044											7,044	7,044
260												Total	7,044	7,044

Ī	Gross Undisc	ounted Best E	stimate Claim	s Provisions									
	(absolute am	ount)											
													C0360
		C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	Year end
	Year					Developm	ent year						(discounted
		0	1	2	3	4	5	6	7	8	9	10 & +	data)
R0100	Prior											0	0
R0160	2011	0	0	0	0	0	0	0	0	0	0		0
R0170	2012	0	0	0	0	0	0	0	0	0			0
R0180	2013	0	0	0	0	0	0	0	0				0
R0190	2014	0	0	0	0	0	0	0					0
R0200	2015	0	0	0	0	0	0						0
R0210	2016	0	0	0	0	0							0
R0220	2017	0	0	0	0								0
R0230	2018	0	0	0									0
R0240	2019	0	0										0
R0250	2020	33,144											32,767
R0260												Total	32,767

#### 5.23.01.01

#### Own Funds

R0790 Total Expected profits included in future premiums (EPIFP)

	Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation 2015/35
R0010	Ordinary share capital (gross of own shares)
R0030	Share premium account related to ordinary share capital
R0040	Initial funds, members' contributions or the equivalent basic own-fund item for mutual and mutual-type undertakings
R0050	Subordinated mutual member accounts
R0070	Surplus funds
R0090	Preference shares
R0110	
R0130	
R0140	
R0160	
R0180	
R0220	
R0230	Deductions for participations in financial and credit institutions
R0290	Total basic own funds after deductions
	Ancillary own funds
R0300	- F
R0310	- Factor
R0320	·
R0330	
R0340 R0350	
R0360	
R0370	
R0390	,
R0400	•
	Available and eligible own funds
R0500	Total available own funds to meet the SCR
R0510	Total available own funds to meet the MCR
R0540	Total eligible own funds to meet the SCR
R0550	Total eligible own funds to meet the MCR
R0580	SCR
R0600	MCR
R0620	
R0640	Ratio of Eligible own funds to MCR
	Reconcilliation reserve
	Excess of assets over liabilities
R0710	
	Foreseeable dividends, distributions and charges
R0730	
R0740 R0760	
	Expected profits
R0770	· ·
R0780	

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
75,100	75,100		0	
0	0		0	
0	0		0	
0		0	0	0
0	0			
0		0	0	0
0		0	0	0
-15,447	-15,447			
0		0	0	0
0				0
0	0	0	0	0
0				
0				
59,653	59,653	0	0	0
0				
0				

0		
0		
0		
0		
0		
0		
0		
0		
0		
0	0	0

59,653	59,653	0	0	0
59,653	59,653	0	0	
59,653	59,653	0	0	0
59,653	59,653	0	0	

31,877
9,820
187.13%
607.45%

-	n	0	6	n
-	U	U		U

75,100 0 -15,447	59,653
0	0
0	
-15,447	75,100
-15,447	0
	-15,447



## S.25.01.21

# Solvency Capital Requirement - for undertakings on Standard Formula

		Gross solvency capital requirement	USP	Simplifications
		C0110	C0090	C0120
R0010	Market risk	3,184		
R0020	Counterparty default risk	12,614		
R0030	Life underwriting risk	0		
R0040	Health underwriting risk	0		
R0050	Non-life underwriting risk	19,457		
R0060	Diversification	-6,198		
			USP Key	
R0070	Intangible asset risk	0	For life underwi	riting risk;
			1 - Increase in th	e amount of annuity
R0100	Basic Solvency Capital Requirement	29,057	benefits 9 - None	
			For health unde	rwriting risk:
	Calculation of Solvency Capital Requirement	C0100	1 - Increase in th	e amount of annuity
R0130	Operational risk	2,820	benefits 2 - Standard devi	ation for NSLT health
R0140	Loss-absorbing capacity of technical provisions	0	premium risk	(
R0150	Loss-absorbing capacity of deferred taxes		3 - Standard devi premium risk	ation for NSLT health gross
R0160	Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0		actor for non-proportional
R0200	Solvency Capital Requirement excluding capital add-on	31,877	reinsurance 5 - Standard devi	ation for NSLT health
R0210	Capital add-ons already set	0	reserve risk 9 - None	
R0220	Solvency capital requirement	31,877		
			For non-life und 4 - Adjustment fa	erwriting risk; actor for non-proportional
	Other information on SCR		reinsurance	
R0400	Capital requirement for duration-based equity risk sub-module	0	6 - Standard devi premium risk	ation for non-life
R0410	Total amount of Notional Solvency Capital Requirements for remaining part	0	7 - Standard devi	ation for non-life gross
R0420	Total amount of Notional Solvency Capital Requirements for ring fenced funds	0	premium risk 8 - Standard devi	
R0430	Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0	reserve risk 9 - None	
R0440	Diversification effects due to RFF nSCR aggregation for article 304	0	9 - Nolle	
	Assembly 6 and	60400		
DOEGO	Approach to tax rate	C0109 0		
R0590	Approach based on average tax rate	U		
	Calculation of loss absorbing capacity of deferred taxes	LAC DT		
	catediation of 1033 absorbing capacity of activited taxes	C0130		
R0640	LAC DT	60130		
R0650	LAC DT justified by reversion of deferred tax liabilities	0		
R0660	LAC DT justified by reference to probable future taxable economic profit	0		
R0670	LAC DT justified by carry back, current year	0		
R0680	LAC DT justified by carry back, future years	0		
	Maximum LAC DT	0		

S.28.01.01

Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

	Linear formula component for non-life insurance and reinsurance obligations	C0010		
R0010	MCR <sub>NL</sub> Result	9,820		
			Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
			C0020	C0030
R0020	Medical expense insurance and proportional reinsurance		0	
R0030	Income protection insurance and proportional reinsurance		0	
R0040	Workers' compensation insurance and proportional reinsurance		0	54.000
R0050	Motor vehicle liability insurance and proportional reinsurance		25,088	54,082
R0060	Other motor insurance and proportional reinsurance		22,032	
R0070 R0080	Marine, aviation and transport insurance and proportional reinsurance		2	
R0090	Fire and other damage to property insurance and proportional reinsurance  General liability insurance and proportional reinsurance		2	
R0100	Credit and suretyship insurance and proportional reinsurance		0	
R0110	Legal expenses insurance and proportional reinsurance		0	
R0120	Assistance and proportional reinsurance		0	
R0130	Miscellaneous financial loss insurance and proportional reinsurance		1,386	5,683
R0140	Non-proportional health reinsurance		0	
R0150	Non-proportional casualty reinsurance		0	
R0160	Non-proportional marine, aviation and transport reinsurance		0	
R0170	Non-proportional property reinsurance		0	
R0200	Linear formula component for life insurance and reinsurance obligations $MCR_L$ Result	C0040		
			Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
			C0050	C0060
R0210	Obligations with profit participation - guaranteed benefits			
R0220	Obligations with profit participation - future discretionary benefits			
R0230	Index-linked and unit-linked insurance obligations			
R0240	Other life (re)insurance and health (re)insurance obligations			
R0250	Total capital at risk for all life (re)insurance obligations			
	Overall MCR calculation	C0070		
R0300	Linear MCR	9,820		
R0310	SCR	31,877		
	MCR cap	14,345		
	MCR floor	7,969		
R0340	Combined MCR	9,820		
R0350	Absolute floor of the MCR	3,338		
R0400	Minimum Capital Requirement	9,820		