

Aioi Nissay Dowa
Insurance Company of
Europe Limited
(Group)

Solvency and Financial
Condition Report

Disclosures

31 December

2017

(Monetary amounts in GBP thousands)

General information

Participating undertaking name	Aioi Nissay Dowa Insurance Company of Europe Limited (Group)
Group identification code	5493001W3NTGB2HAN989
Type of code of group	LEI
Country of the group supervisor	GB
Language of reporting	en
Reporting reference date	31 December 2017
Currency used for reporting	GBP
Accounting standards	IFRS
Method of Calculation of the group SCR	Standard formula
Method of group solvency calculation	Method 1 is used exclusively
Matching adjustment	No use of matching adjustment
Volatility adjustment	No use of volatility adjustment
Transitional measure on the risk-free interest rate	No use of transitional measure on the risk-free interest rate
Transitional measure on technical provisions	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.05.01.02 - Premiums, claims and expenses by line of business
- S.05.02.01 - Premiums, claims and expenses by country
- S.05.02.01 - Premiums, claims and expenses by country
- S.22.01.22 - Impact of long term guarantees measures and transitionals
- S.23.01.22 - Own Funds
- S.25.01.22 - Solvency Capital Requirement - for groups on Standard Formula
- S.32.01.22 - Undertakings in the scope of the group

S.02.01.02

Balance sheet

Solvency II value	
C0010	
	47
	740
	313,355
	0
	-10,894
	785
	769
	16
	200,799
	31,991
	167,074
	0
	1,733
	122,666
	0
	0
	12,227
	0
	12,227
	209,962
	209,962
	209,946
	16
	0
	0
	52,061
	0
	0
	47,777
	16,441
	652,611

Assets

R0030	Intangible assets
R0040	Deferred tax assets
R0050	Pension benefit surplus
R0060	Property, plant & equipment held for own use
R0070	Investments (other than assets held for index-linked and unit-linked contracts)
R0080	<i>Property (other than for own use)</i>
R0090	<i>Holdings in related undertakings, including participations</i>
R0100	<i>Equities</i>
R0110	<i>Equities - listed</i>
R0120	<i>Equities - unlisted</i>
R0130	<i>Bonds</i>
R0140	<i>Government Bonds</i>
R0150	<i>Corporate Bonds</i>
R0160	<i>Structured notes</i>
R0170	<i>Collateralised securities</i>
R0180	<i>Collective Investments Undertakings</i>
R0190	<i>Derivatives</i>
R0200	<i>Deposits other than cash equivalents</i>
R0210	<i>Other investments</i>
R0220	Assets held for index-linked and unit-linked contracts
R0230	Loans and mortgages
R0240	<i>Loans on policies</i>
R0250	<i>Loans and mortgages to individuals</i>
R0260	<i>Other loans and mortgages</i>
R0270	Reinsurance recoverables from:
R0280	<i>Non-life and health similar to non-life</i>
R0290	<i>Non-life excluding health</i>
R0300	<i>Health similar to non-life</i>
R0310	<i>Life and health similar to life, excluding index-linked and unit-linked</i>
R0320	<i>Health similar to life</i>
R0330	<i>Life excluding health and index-linked and unit-linked</i>
R0340	<i>Life index-linked and unit-linked</i>
R0350	Deposits to cedants
R0360	Insurance and intermediaries receivables
R0370	Reinsurance receivables
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
R0410	Cash and cash equivalents
R0420	Any other assets, not elsewhere shown
R0500	Total assets

S.02.01.02

Balance sheet

		Solvency II value
		C0010
	Liabilities	
R0510	Technical provisions - non-life	478,661
R0520	<i>Technical provisions - non-life (excluding health)</i>	467,417
R0530	<i>TP calculated as a whole</i>	
R0540	<i>Best Estimate</i>	451,710
R0550	<i>Risk margin</i>	15,706
R0560	<i>Technical provisions - health (similar to non-life)</i>	11,244
R0570	<i>TP calculated as a whole</i>	
R0580	<i>Best Estimate</i>	10,668
R0590	<i>Risk margin</i>	576
R0600	Technical provisions - life (excluding index-linked and unit-linked)	0
R0610	<i>Technical provisions - health (similar to life)</i>	0
R0620	<i>TP calculated as a whole</i>	
R0630	<i>Best Estimate</i>	
R0640	<i>Risk margin</i>	
R0650	<i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	0
R0660	<i>TP calculated as a whole</i>	
R0670	<i>Best Estimate</i>	
R0680	<i>Risk margin</i>	
R0690	Technical provisions - index-linked and unit-linked	0
R0700	<i>TP calculated as a whole</i>	
R0710	<i>Best Estimate</i>	
R0720	<i>Risk margin</i>	
R0740	Contingent liabilities	
R0750	Provisions other than technical provisions	864
R0760	Pension benefit obligations	
R0770	Deposits from reinsurers	
R0780	Deferred tax liabilities	3,100
R0790	Derivatives	
R0800	Debts owed to credit institutions	
R0810	Financial liabilities other than debts owed to credit institutions	
R0820	Insurance & intermediaries payables	8,239
R0830	Reinsurance payables	477
R0840	Payables (trade, not insurance)	
R0850	Subordinated liabilities	0
R0860	<i>Subordinated liabilities not in BOF</i>	
R0870	<i>Subordinated liabilities in BOF</i>	0
R0880	Any other liabilities, not elsewhere shown	32,043
R0900	Total liabilities	523,384
R1000	Excess of assets over liabilities	129,227

S.22.01.22

Impact of long term guarantees measures and transitionals

	Amount with Long Term Guarantee measures and transitionals	Impact of transitional on technical provisions	Impact of transitional on interest rate	Impact of volatility adjustment set to zero	Impact of matching adjustment set to zero
	C0010	C0030	C0050	C0070	C0090
R0010 Technical provisions	478,661	-478,661	0	0	0
R0020 Basic own funds	129,227	-129,227	0	0	0
R0050 Eligible own funds to meet Solvency Capital Requirement	129,227	-129,227	0	0	0
R0090 Solvency Capital Requirement	98,867	-98,867	0	0	0

S.23.01.22

Own Funds

Basic own funds before deduction for participations in other financial sector

R0010	Ordinary share capital (gross of own shares)
R0020	<i>Non-available called but not paid in ordinary share capital at group level</i>
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
R0060	<i>Non-available subordinated mutual member accounts at group level</i>
R0070	Surplus funds
R0080	<i>Non-available surplus funds at group level</i>
R0090	Preference shares
R0100	<i>Non-available preference shares at group level</i>
R0110	Share premium account related to preference shares
R0120	<i>Non-available share premium account related to preference shares at group level</i>
R0130	Reconciliation reserve
R0140	Subordinated liabilities
R0150	<i>Non-available subordinated liabilities at group level</i>
R0160	An amount equal to the value of net deferred tax assets
R0170	<i>The amount equal to the value of net deferred tax assets not available at the group level</i>
R0180	Other items approved by supervisory authority as basic own funds not specified above
R0190	<i>Non available own funds related to other own funds items approved by supervisory authority</i>
R0200	Minority interests (if not reported as part of a specific own fund item)
R0210	<i>Non-available minority interests at group level</i>
R0220	Own funds from the financial statements that should not be represented by the reconciliation reserve and do not meet the criteria to be classified as Solvency II own funds
R0230	Deductions for participations in other financial undertakings, including non-regulated undertakings carrying out financial activities
R0240	<i>whereof deducted according to art 228 of the Directive 2009/138/EC</i>
R0250	Deductions for participations where there is non-availability of information (Article 229)
R0260	Deduction for participations included by using D&A when a combination of methods is used
R0270	Total of non-available own fund items
R0280	Total deductions
R0290	Total basic own funds after deductions

Ancillary own funds

R0300	Unpaid and uncalled ordinary share capital callable on demand
R0310	Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand
R0320	Unpaid and uncalled preference shares callable on demand
R0330	A legally binding commitment to subscribe and pay for subordinated liabilities on demand
R0340	Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC
R0350	Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC
R0360	Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0370	Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0380	Non available ancillary own funds at group level
R0390	Other ancillary own funds
R0400	Total ancillary own funds

Own funds of other financial sectors

R0410	Credit Institutions, investment firms, financial institutions, alternative investment fund managers, UCITS management companies
R0420	Institutions for occupational retirement provision
R0430	Non regulated entities carrying out financial activities
R0440	Total own funds of other financial sectors

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
39,782	39,782		0	
0				
0	0		0	
0	0		0	
0		0	0	0
0				
0	0			
0	0			
0		0	0	0
0				
0		0	0	0
0				
89,445	89,445			
0		0	0	0
0				
0				0
0				0
0	0	0	0	0
0				
0				
0				
129,227	129,227	0	0	0
0				
0				
0				
0				
0				
0				
0				
0				
0			0	0
0				
0				
0				
0	0	0	0	0

S.23.01.22
Own Funds

Basic own funds before deduction for participations in other financial sector

Own funds when using the D&A, exclusively or in combination of method 1

R0450	Own funds aggregated when using the D&A and combination of method
R0460	Own funds aggregated when using the D&A and combination of method net of IGT
R0520	Total available own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A)
R0530	Total available own funds to meet the minimum consolidated group SCR
R0560	Total eligible own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A)
R0570	Total eligible own funds to meet the minimum consolidated group SCR (group)
R0610	Minimum consolidated Group SCR
R0650	Ratio of Eligible own funds to Minimum Consolidated Group SCR
R0660	Total eligible own funds to meet the group SCR (including own funds from other financial sector and from the undertakings included via D&A)
R0680	Group SCR
R0690	Ratio of Eligible own funds to group SCR including other financial sectors and the undertakings included via D&A

Reconciliation reserve

R0700	Excess of assets over liabilities
R0710	Own shares (held directly and indirectly)
R0720	Forseeable dividends, distributions and charges
R0730	Other basic own fund items
R0740	Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds
R0750	Other non available own funds
R0760	Reconciliation reserve

Expected profits

R0770	Expected profits included in future premiums (EPIFP) - Life business
R0780	Expected profits included in future premiums (EPIFP) - Non- life business
R0790	Total Expected profits included in future premiums (EPIFP)

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
0				
0				
129,227	129,227	0	0	0
129,227	129,227	0	0	
129,227	129,227	0	0	0
129,227	129,227	0	0	
43,271				
298.65%				
129,227	129,227	0	0	0
98,867				
130.71%				
C0060				
129,227				
39,782				
0				
89,445				
0				

S.25.01.22

Solvency Capital Requirement - for groups on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
		C0110	C0090 C0120
R0010 Market risk	9,725		
R0020 Counterparty default risk	22,417		
R0030 Life underwriting risk	3,659		
R0040 Health underwriting risk	9		
R0050 Non-life underwriting risk	68,080		
R0060 Diversification	-18,623		
R0070 Intangible asset risk	0		
R0100 Basic Solvency Capital Requirement	85,267		
	Calculation of Solvency Capital Requirement		
		C0100	
R0130 Operational risk	13,600		
R0140 Loss-absorbing capacity of technical provisions	0		
R0150 Loss-absorbing capacity of deferred taxes	0		
R0160 Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0		
R0200 Solvency Capital Requirement excluding capital add-on	98,867		
R0210 Capital add-ons already set	0		
R0220 Solvency capital requirement for undertakings under consolidated method	98,867		
	Other information on SCR		
R0400 Capital requirement for duration-based equity risk sub-module	0		
R0410 Total amount of Notional Solvency Capital Requirements for remaining part	0		
R0420 Total amount of Notional Solvency Capital Requirements for ring fenced funds	0		
R0430 Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0		
R0440 Diversification effects due to RFF nSCR aggregation for article 304	0		
R0470 Minimum consolidated group solvency capital requirement	43,271		
	Information on other entities		
R0500 Capital requirement for other financial sectors (Non-insurance capital requirements)	0		
R0510 <i>Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies</i>	0		
R0520 <i>Institutions for occupational retirement provisions</i>	0		
R0530 <i>Capital requirement for non-regulated entities carrying out financial activities</i>	0		
R0540 Capital requirement for non-controlled participation requirements	0		
R0550 Capital requirement for residual undertakings	0		
	Overall SCR		
R0560 SCR for undertakings included via D&A	0		
R0570 Solvency capital requirement	98,867		

S.32.01.22

Undertakings in the scope of the group

	Country	Identification code of the undertaking	Type of code of the ID of the undertaking	Legal Name of the undertaking	Type of undertaking	Legal form	Category (mutual/non mutual)	Supervisory Authority
Row	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080
1	GB	5493001W3NTGB2H	LEI	Aioi Nissay Dowa Insurance Company of Europe Lin	Non life insurance undertaking	Limited by shares	Non-mutual	Prudential Regulatory Authority (PRA)
2	DE	3912008URQQCWT	LEI	Aioi Nissay Dowa Life Insurance Of Europe AG	Life insurance undertaking	Aktiengesellschaft	Non-mutual	Federal Financial Supervisory Authority (B
3	GB	5493001W3NTGB2H	Specific code	Aioi Nissay Dowa Insurance Management Limited	Ancillary services undertaking as defined in Article 1 (53) of Delegated Regulation (EU) 2015/35	Limited by shares	Non-mutual	
4	GB	5493001W3NTGB2H	Specific code	Toyota Insurance Management Limited	Other	Limited by shares	Non-mutual	Financial Conduct Authority
5	RU	5493001W3NTGB2H	Specific code	Toyota Insurance Management (Insurance Brokers)	Other	Limited Liability Corporation	Non-mutual	Central Bank of Russia
6	RU	5493001W3NTGB2H	Specific code	Toyota Insurance (Insurance Agent) LLC	Other	Limited Liability Corporation	Non-mutual	Central Bank of Russia
7	KZ	5493001W3NTGB2H	Specific code	Toyota Insurance Management (Insurance Brokers)	Other	Limited Liability Partnership	Non-mutual	
8	IT	5493001W3NTGB2H	Specific code	Top Class Insurance Broker Srl	Other	Società a responsabilità limitata	Non-mutual	Italian Insurance Supervisory Authority (IV
9	IT	5493001W3NTGB2H	Specific code	Top Class Insurance Srl	Other	Società a responsabilità limitata	Non-mutual	Italian Insurance Supervisory Authority (IV
10	GI	5493001W3NTGB2H	Specific code	Box Innovation Group Limited	Other	Limited by shares	Non-mutual	
11	GB	5493001W3NTGB2H	Specific code	ITB Web Limited	Other	Limited by shares	Non-mutual	
12	GI	5493001W3NTGB2H	Specific code	Insure The Box Limited	Other	Limited by shares	Non-mutual	Gibraltar Financial Services Commission
13	GB	5493001W3NTGB2H	Specific code	ITB Services Limited	Other	Limited by shares	Non-mutual	
14	GB	5493001W3NTGB2H	Specific code	ITB Telematics Solutions LLP	Other	Limited by shares	Non-mutual	
15	GI	5493001W3NTGB2H	Specific code	ITB Premium Finance Limited	Other	Limited by shares	Non-mutual	
16	GB	5493001W3NTGB2H	Specific code	Aioi Nissay Dowa Europe Limited	Other	Limited by shares	Non-mutual	
17	GB	5493001W3NTGB2H	Specific code	Aioi Nissay Dowa UK Limited	Other	Limited by shares	Non-mutual	

S.32.01.22

Undertakings in the scope of the group

			Criteria of influence						Inclusion in the scope of Group supervision		Group solvency calculation	
Country	Identification code of the undertaking	Type of code of the ID of the undertaking	% capital share	% used for the establishment of consolidated accounts	% voting rights	Other criteria	Level of influence	Proportional share used for group solvency calculation	YES/NO	Date of decision if art. 214 is applied	Method used and under method 1, treatment of the undertaking	
Row	C0010	C0020	C0030	C0180	C0190	C0200	C0210	C0220	C0230	C0240	C0250	C0260
1	GB	5493001W3NTGB2H	LEI									Method 1: Full consolidation
2	DE	3912008URQQCWTI	LEI	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Full consolidation
3	GB	5493001W3NTGB2H	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Full consolidation
4	GB	5493001W3NTGB2H	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
5	RU	5493001W3NTGB2H	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
6	RU	5493001W3NTGB2H	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
7	KZ	5493001W3NTGB2H	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
8	IT	5493001W3NTGB2H	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
9	IT	5493001W3NTGB2H	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
10	GI	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
11	GB	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
12	GI	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
13	GB	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
14	GB	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
15	GI	5493001W3NTGB2H	Specific code	75.01%	100.00%	75.01%		Dominant	75.01%	Included in the scope		Method 1: Adjusted equity method
16	GB	5493001W3NTGB2H	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
17	GB	5493001W3NTGB2H	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method