

# Aioi Nissay Dowa Insurance Company of Europe SE

## Solvency and Financial Condition Report

### Disclosures

31 December

**2019**

(Monetary amounts in GBP thousands)

## General information

Undertaking name	Aioi Nissay Dowa Insurance Company of Europe SE
Undertaking identification code	5493001W3NTGB2HAN989
Type of code of undertaking	LEI
Type of undertaking	Non-life undertakings
Country of authorisation	LU
Language of reporting	en
Reporting reference date	31 December 2019
Currency used for reporting	GBP
Accounting standards	Local GAAP
Method of Calculation of the SCR	Standard formula
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

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S.02.01.02

Balance sheet

		Solvency II value
		C0010
<b>Assets</b>		
R0030	Intangible assets	
R0040	Deferred tax assets	
R0050	Pension benefit surplus	
R0060	Property, plant & equipment held for own use	1,846
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	341,036
R0080	<i>Property (other than for own use)</i>	0
R0090	<i>Holdings in related undertakings, including participations</i>	26,169
R0100	<i>Equities</i>	0
R0110	<i>Equities - listed</i>	
R0120	<i>Equities - unlisted</i>	
R0130	<i>Bonds</i>	230,186
R0140	<i>Government Bonds</i>	33,115
R0150	<i>Corporate Bonds</i>	195,499
R0160	<i>Structured notes</i>	0
R0170	<i>Collateralised securities</i>	1,573
R0180	<i>Collective Investments Undertakings</i>	84,680
R0190	<i>Derivatives</i>	
R0200	<i>Deposits other than cash equivalents</i>	0
R0210	<i>Other investments</i>	0
R0220	Assets held for index-linked and unit-linked contracts	
R0230	Loans and mortgages	0
R0240	<i>Loans on policies</i>	0
R0250	<i>Loans and mortgages to individuals</i>	
R0260	<i>Other loans and mortgages</i>	
R0270	Reinsurance recoverables from:	227,293
R0280	<i>Non-life and health similar to non-life</i>	227,293
R0290	<i>Non-life excluding health</i>	227,289
R0300	<i>Health similar to non-life</i>	4
R0310	<i>Life and health similar to life, excluding index-linked and unit-linked</i>	0
R0320	<i>Health similar to life</i>	0
R0330	<i>Life excluding health and index-linked and unit-linked</i>	0
R0340	<i>Life index-linked and unit-linked</i>	0
R0350	Deposits to cedants	0
R0360	Insurance and intermediaries receivables	44,879
R0370	Reinsurance receivables	204
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	65,641
R0420	Any other assets, not elsewhere shown	15,445
R0500	<b>Total assets</b>	<b>696,343</b>

## S.02.01.02

## Balance sheet

		Solvency II value
		C0010
<b>Liabilities</b>		
R0510	Technical provisions - non-life	465,222
R0520	<i>Technical provisions - non-life (excluding health)</i>	465,183
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	445,030
R0550	<i>Risk margin</i>	20,154
R0560	<i>Technical provisions - health (similar to non-life)</i>	39
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	35
R0590	<i>Risk margin</i>	4
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>	0
R0630	<i>Best Estimate</i>	0
R0640	<i>Risk margin</i>	0
R0650	<i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	0
R0660	<i>TP calculated as a whole</i>	0
R0670	<i>Best Estimate</i>	0
R0680	<i>Risk margin</i>	0
R0690	Technical provisions - index-linked and unit-linked	0
R0700	<i>TP calculated as a whole</i>	0
R0710	<i>Best Estimate</i>	0
R0720	<i>Risk margin</i>	0
R0740	Contingent liabilities	0
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	15,540
R0830	Reinsurance payables	1,716
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	35,118
R0900	<b>Total liabilities</b>	517,596
R1000	<b>Excess of assets over liabilities</b>	178,747



## S.05.01.02

## Premiums, claims and expenses by line of business

## Life

Line of Business for: life insurance obligations						Life reinsurance obligations		Total
Health insurance	Insurance with profit participation	Index-linked and unit-linked insurance	Other life insurance	Annuities stemming from non-life insurance contracts and relating to health insurance obligations	Annuities stemming from non-life insurance contracts and relating to insurance obligations other than health insurance obligations	Health reinsurance	Life reinsurance	
C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0300
<b>Premiums written</b>								
R1410	Gross							0
R1420	Reinsurers' share							0
R1500	Net				0		0	0
<b>Premiums earned</b>								
R1510	Gross							0
R1520	Reinsurers' share							0
R1600	Net				0		0	0
<b>Claims incurred</b>								
R1610	Gross							0
R1620	Reinsurers' share							0
R1700	Net				0		0	0
<b>Changes in other technical provisions</b>								
R1710	Gross							0
R1720	Reinsurers' share							0
R1800	Net				0		0	0
R1900	Expenses incurred				0		0	0
R2500	Other expenses							
R2600	Total expenses							0



S.05.02.01

Premiums, claims and expenses by country

Life

	C0150	C0160	C0170	C0180	C0190	C0200	C0210
	Home Country	Top 5 countries (by amount of gross premiums written) - life obligations			Top 5 countries (by amount of gross premiums written) - life obligations		Total Top 5 and home country
R1400	C0220	C0230	C0240	C0250	C0260	C0270	C0280
<b>Premiums written</b>							
R1410	Gross						0
R1420	Reinsurers' share						0
R1500	Net	0					0
<b>Premiums earned</b>							
R1510	Gross						0
R1520	Reinsurers' share						0
R1600	Net	0					0
<b>Claims incurred</b>							
R1610	Gross						0
R1620	Reinsurers' share						0
R1700	Net	0					0
<b>Changes in other technical provisions</b>							
R1710	Gross						0
R1720	Reinsurers' share						0
R1800	Net	0					0
R1900	<b>Expenses incurred</b>						0
R2500	<b>Other expenses</b>						
R2600	<b>Total expenses</b>						0



S.17.01.02

Non-Life Technical Provisions

	Direct business and accepted proportional reinsurance											Accepted non-proportional reinsurance				Total Non-Life obligation	
	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
	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010 <b>Technical provisions calculated as a whole</b>	0	0		0	0	0	0	0	0	0	0	0					0
R0050 Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP calculated as a whole																	0
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
<b>Premium provisions</b>																	
R0060 Gross	0	3		44,836	70,892	2	195	118	3	-2	0	21,461					137,507
R0140 Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default		2		20,305	23,640	2	184	113	0	-2	0	2,226					46,469
R0150 <b>Net Best Estimate of Premium Provisions</b>	0	1		24,531	47,252	0	11	5	3	0	0	19,235					91,038
<b>Claims provisions</b>																	
R0160 Gross	32	0		268,856	23,081	242	819	3,578	0	155	4	10,790					307,557
R0240 Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	2	0		156,245	11,517	209	598	3,486		154	4	8,611					180,824
R0250 <b>Net Best Estimate of Claims Provisions</b>	30	0		112,611	11,564	34	221	92	0	2	0	2,180					126,733
R0260 <b>Total best estimate - gross</b>	32	3		313,692	93,973	244	1,014	3,696	3	154	3	32,252					445,064
R0270 <b>Total best estimate - net</b>	30	1		137,142	58,816	34	232	98	3	2	0	21,415					217,771
R0280 <b>Risk margin</b>	0	4		15,758	2,284	9	22	91	0	4	-2	1,988					20,158
<b>Amount of the transitional on Technical Provisions</b>																	
R0290 Technical Provisions calculated as a whole																	0
R0300 Best estimate																	0
R0310 Risk margin																	0
R0320 <b>Technical provisions - total</b>	32	7		329,450	96,257	253	1,035	3,787	3	157	1	34,240					465,222
R0330 Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total	2	2		176,550	35,157	210	782	3,598	0	152	3	10,837					227,293
R0340 <b>Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total</b>	30	5		152,900	61,100	43	254	189	3	5	-2	23,403					237,929

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year

Gross Claims Paid (non-cumulative)														
(absolute amount)														
Year	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180	
	Development year										In Current year	Sum of years (cumulative)		
	0	1	2	3	4	5	6	7	8	9	10 & +			
R0100	Prior										366	366	366	
R0160	2010	61,011	15,763	4,263	1,981	3,086	450	661	260	179	10	10	87,665	
R0170	2011	78,770	18,342	2,480	2,969	924	561	107	70	22		22	104,244	
R0180	2012	67,275	18,299	3,051	1,884	1,147	1,092	390	230			230	93,368	
R0190	2013	76,962	24,332	2,963	3,397	397	1,173	222				222	109,447	
R0200	2014	67,289	22,154	2,883	2,176	1,367	359					359	96,227	
R0210	2015	69,405	63,669	14,340	10,219	1,048						1,048	158,681	
R0220	2016	81,171	44,212	27,649	12,218							12,218	165,250	
R0230	2017	48,049	51,241	13,477								13,477	112,767	
R0240	2018	100,144	19,263									19,263	119,408	
R0250	2019	154,644										154,644	154,644	
R0260												<b>Total</b>	<b>201,859</b>	<b>1,202,066</b>

Gross Undiscounted Best Estimate Claims Provisions													
(absolute amount)													
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	C0360	
	Development year										Year end (discounted data)		
	0	1	2	3	4	5	6	7	8	9	10 & +		
R0100	Prior										9,295	9,289	9,289
R0160	2010	0	0	0	0	0	2,753	1,931	1,218	1,343		1,346	1,346
R0170	2011	0	0	0	0	2,667	1,937	777	777			776	776
R0180	2012	0	0	0	9,289	7,013	5,416	3,760				3,752	3,752
R0190	2013	0	0	9,074	7,211	5,566	3,602					3,531	3,531
R0200	2014	0	22,764	18,382	15,862	20,777						18,411	18,411
R0210	2015	0	42,574	29,410	20,806	17,310						15,670	15,670
R0220	2016	138,493	90,504	76,131	64,815							60,696	60,696
R0230	2017	154,128	78,807	46,411								43,073	43,073
R0240	2018	116,859	58,776									55,565	55,565
R0250	2019	97,602										95,446	95,446
R0260												<b>Total</b>	<b>307,557</b>

S.23.01.01

**Own Funds**

**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	Share premium account related to preference shares
R0130	Reconciliation reserve
R0140	Subordinated liabilities
R0160	An amount equal to the value of net deferred tax assets
R0180	Other own fund items approved by the supervisory authority as basic own funds not specified above

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 financial and credit institutions**

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
R0390	Other ancillary own funds
R0400	<b>Total ancillary own funds</b>

**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 **Ratio of Eligible own funds to SCR**

R0640 **Ratio of Eligible own funds to MCR**

**Reconciliation reserve**

R0700	Excess of assets over liabilities
R0710	Own shares (held directly and indirectly)
R0720	Foreseeable 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
R0760	<b>Reconciliation reserve</b>

**Expected profits**

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

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
36,733	36,733		0	
0	0		0	
0	0		0	
0		0	0	0
0	0			
0		0	0	0
0		0	0	0
117,014	117,014			
0		0	0	0
0				0
0	0	0	0	0
0				
0				
0				
0				
0				
0			0	0
153,747	153,747	0	0	0
153,747	153,747	0	0	
153,747	153,747	0	0	0
153,747	153,747	0	0	
98,406				
37,900				
156.24%				
405.67%				
C0060				
178,747				
0				
25,000				
36,733				
0				
117,014				
0				

## S.25.01.21

## Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
R0010 Market risk	21,645		
R0020 Counterparty default risk	16,563		
R0030 Life underwriting risk	0		
R0040 Health underwriting risk	14		
R0050 Non-life underwriting risk	66,925		
R0060 Diversification	-20,094		
R0070 Intangible asset risk	0		
R0100 <b>Basic Solvency Capital Requirement</b>	85,054		
<b>Calculation of Solvency Capital Requirement</b>			
R0130 Operational risk	C0100		
R0140 Loss-absorbing capacity of technical provisions	13,352		
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 <b>Solvency Capital Requirement excluding capital add-on</b>	98,406		
R0210 Capital add-ons already set	0		
R0220 <b>Solvency capital requirement</b>	98,406		
<b>Other information on SCR</b>			
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		
<b>Approach to tax rate</b>			
R0590 Approach based on average tax rate	C0109		
	0		
<b>Calculation of loss absorbing capacity of deferred taxes</b>			
	LAC DT		
	C0130		
R0640 LAC DT			
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		
R0690 Maximum LAC DT	0		

## USP Key

For life underwriting risk:  
1 - Increase in the amount of annuity benefits  
9 - None

For health underwriting risk:  
1 - Increase in the amount of annuity benefits  
2 - Standard deviation for NSLT health premium risk  
3 - Standard deviation for NSLT health gross premium risk  
4 - Adjustment factor for non-proportional reinsurance  
5 - Standard deviation for NSLT health reserve risk  
9 - None

For non-life underwriting risk:  
4 - Adjustment factor for non-proportional reinsurance  
6 - Standard deviation for non-life premium risk  
7 - Standard deviation for non-life gross premium risk  
8 - Standard deviation for non-life reserve risk  
9 - None

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

R0010 MCR<sub>NL</sub> Result

C0010

37,899

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
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C0020

C0030

R0020	Medical expense insurance and proportional reinsurance	30	0
R0030	Income protection insurance and proportional reinsurance	1	40
R0040	Workers' compensation insurance and proportional reinsurance	0	0
R0050	Motor vehicle liability insurance and proportional reinsurance	137,142	123,177
R0060	Other motor insurance and proportional reinsurance	58,816	21,645
R0070	Marine, aviation and transport insurance and proportional reinsurance	34	0
R0080	Fire and other damage to property insurance and proportional reinsurance	232	85
R0090	General liability insurance and proportional reinsurance	98	22
R0100	Credit and suretyship insurance and proportional reinsurance	3	0
R0110	Legal expenses insurance and proportional reinsurance	2	1
R0120	Assistance and proportional reinsurance	0	62
R0130	Miscellaneous financial loss insurance and proportional reinsurance	21,415	37,627
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	

		30	0
		1	40
		0	0
		137,142	123,177
		58,816	21,645
		34	0
		232	85
		98	22
		3	0
		2	1
		0	62
		21,415	37,627
		0	
		0	
		0	
		0	

Linear formula component for life insurance and reinsurance obligations

R0200 MCR<sub>L</sub> Result

C0040

0

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
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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	1	
R0250	Total capital at risk for all life (re)insurance obligations		

		1	

Overall MCR calculation

R0300	Linear MCR	37,900
R0310	SCR	98,406
R0320	MCR cap	44,283
R0330	MCR floor	24,602
R0340	Combined MCR	37,900
R0350	Absolute floor of the MCR	3,187
R0400	<b>Minimum Capital Requirement</b>	<b>37,900</b>

C0070

37,900

98,406

44,283

24,602

37,900

3,187

37,900