

## Chapter 10

### Instructions regarding reporting templates

#### IR.05.06 – Non-life premiums and claims by country

##### General comments

This section relates to annual submission of information for individual entities.

Items in this template are to be reported using financial accounting conventions unless these instructions state that an item is to be reported on a Solvency II basis.

For items reported from using financial accounting conventions:

1. In the event of any inconsistency or contradiction between the instructions in this document and the accounting standards reported at {basic information – general IR.01.02, row R0120}, firms are to follow the instructions in this document.
2. Subject to following the instructions in this document, firms shall follow:
  - a) the recognition and valuation basis as for the published financial statements as originally published, no new recognition or re-valuation is required, and
  - b) the accounting standards reported at {basic information – general IR.01.02, row R0120} to the extent practical.

Insurance and reinsurance firms shall report written premiums as defined in the Glossary regardless of the accounting standards used. Other rows should be reported in a way that avoids inconsistency with the reporting of written / earned premiums.

For the purpose of this template:

- ‘Allocated loss adjustment expenses (ALAE)’ means: the costs of processing and resolving claims that could be assignable to individual claim (e.g. legal and adjuster’s fees).
- ‘Reporting period’ means: the period between the reporting reference date applicable to when the template was last reported and the current reporting reference date.

For example:

	Reporting reference date reported in Solvency II Reporting template IR.01.02.01:	
	31 December 2024	30 June 2024
‘reporting period’	Financial year ending 31/12/2024	Financial year ending 30/06/2024

#### Line of business information to be reported in columns

The lines of business (LoB) to be reported are:

- a) Total for all non-life LoBs (excludes annuities stemming from non-life accepted insurance and reinsurance contracts). (Reported in column C0015)

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- b) Lines of business 1 and 13 in Technical Provisions – Further Requirements Annex 1 (ie *'Medical expense insurance'* and *'Proportional medical expense reinsurance'* combined). (Reported in column C0110)
- c) Lines of business 2 and 14 in Technical Provisions – Further Requirements Annex 1 (ie *'Income protection insurance'* and *'Income protection accepted proportional reinsurance'* combined). (Reported in column C0120.)
- d) Lines of business 3 and 15 in Technical Provisions – Further Requirements Annex 1 (ie *'Workers compensation insurance'* and *'Workers' compensation accepted proportional reinsurance'* combined). (Reported in column C0130)
- e) Line of business 4 in Technical Provisions – Further Requirements Annex 1 (ie *'Motor vehicle liability insurance'*) attributable to personal lines motor business. Where the definition of personal lines motor business is that the primary purpose of each vehicle insured on the contract is to transport:
  - nine or fewer non-fare paying persons and each motor vehicle insured on the contract is individually rated;
  - nine or fewer non-fare paying persons, the persons insured are not a body corporate or partnership, and the number of vehicles insured on the contract is three or less; or
  - ten or more non-fare paying persons, the persons insured are not a body corporate or partnership and each motor vehicle insured on the contract is individually rated.(Reported in column C0140)
- f) Line of business 4 in Technical Provisions – Further Requirements Annex 1 (ie *'Motor vehicle liability insurance'*) that is not attributable to personal lines motor business, and line of business 16 in Technical Provisions – Further Requirements Annex 1 (ie *'Motor vehicle liability accepted proportional reinsurance'*). (Reported in column C0141)
- g) Line of business 5 in Technical Provisions – Further Requirements Annex 1: 'Line of Business' (ie *'Other motor insurance'*) attributable to personal lines motor business. Where the definition of personal lines motor business is that the primary purpose of each vehicle insured on the contract is to transport:
  - nine or fewer non-fare paying persons and each motor vehicle insured on the contract is individually rated;
  - nine or fewer non-fare paying persons, the persons insured are not a body corporate or partnership, and the number of vehicles insured on the contract is three or less; or
  - ten or more non-fare paying persons, the persons insured are not a body corporate or partnership and each motor vehicle insured on the contract is individually rated.(Reported in column C0150)
- h) Line of business 5 in Technical Provisions – Further Requirements Annex 1: 'Lines of Business' (ie *'Other motor insurance'*) that is not attributable to personal lines motor business as defined above, and line of business 17 in Technical Provisions – Further Requirements Annex 1 (ie *'Other motor accepted proportional reinsurance'*). (Reported in column C0151).
- i) Lines of business 6 and 18 in Technical Provisions – Further Requirements Annex 1 (ie *'Marine, Aviation and transport insurance'* and *'Marine, aviation and transport accepted proportional reinsurance'* combined). (Reported in column C0160)
- j) Line of business 7 in Technical Provisions – Further Requirements Annex 1 (ie *'Fire and other damage to property insurance'*) attributable to personal lines property business.

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Where personal lines property business is defined as: *Contracts of insurance* (other than treaty reinsurance contracts) against loss of or damage to any of - structure of domestic properties, contents of domestic properties, or contents of domestic properties and personal items. (Reported in column C0170)

- k) Line of business 7 in Technical Provisions – Further Requirements Annex 1 (ie '*Fire and other damage to property insurance*') that is not attributable to personal lines property business as defined above, and line of business 19 in Technical Provisions – Further Requirements Annex 1 (ie '*Fire and other damage to property accepted proportional reinsurance*'). (Reported in column C0180)
- l) Employers' liability. Defined as: *Contracts of insurance and accepted proportional reinsurance against the risks of the persons insured incurring liabilities to their employees for injury, illness or death arising out of their employment during the course of business. (Includes these risks covered under "Mixed commercial package" policies.)* (Reported in column C0190.)
- m) Public and Products Liability. Defined as: *Contracts of insurance and accepted proportional reinsurance against the risks of the persons insured incurring liabilities to third parties for damage to property, injury, illness or death, arising in the course of the insured's business. (Includes these risks covered under "Mixed Commercial Package" policies.)* (Reported in column C0200)
- n) Professional Indemnity liability. Defined as: *Contracts of insurance and accepted proportional reinsurance against the risks of the persons insured incurring liabilities to third parties arising from wrongful acts (such as breach of duty, breach of trust, negligence, error or omissions) by professionals, named individuals or businesses occurring in the course of the insured's professional activities. (Including directors' and officers' liability and errors and omissions liability.)* (Reported in column C0210)
- o) Lines of business 8 and 20 in Technical Provisions – Further Requirements Annex 1 (ie '*General liability insurance*' and '*General liability accepted proportional reinsurance combined*') not included under Employers' liability, Public and Products Liability, or Professional Indemnity as defined above. (Reported in column C0220)
- p) Lines of business 9 and 21 in Technical Provisions – Further Requirements Annex 1 (ie '*Credit and suretyship insurance*' and '*Credit and suretyship accepted proportional reinsurance combined*'). (Reported in column C0230)
- q) Lines of business 10 and 22 in Technical Provisions – Further Requirements Annex 1 (ie, '*Legal expenses insurance*' and '*Legal expenses accepted proportional reinsurance combined*'). (Reported in column C0240)
- r) Lines of business 11 and 23 in Technical Provisions – Further Requirements Annex 1 (ie, '*Assistance insurance*' and '*Assistance accepted proportional reinsurance combined*'). (Reported in column C0250)
- s) Lines of business 12 and 24 in Technical Provisions – Further Requirements Annex 1 (ie, '*Miscellaneous financial loss insurance*' and '*Miscellaneous financial loss accepted proportional reinsurance combined*'). (Reported in column C0260)
- t) Line of business 25 in the Delegated Regulation Annex 1 (ie '*Non-proportional health reinsurance*'). (Reported in column C0310)
- u) Line of business 26 in the Delegated Regulation Annex 1 (ie '*Non-proportional casualty reinsurance*'). (Reported in column C0320)

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- v) Line of business 27 in the Delegated Regulation Annex 1 (ie '*Non-proportional marine, aviation and transport reinsurance*'). (Reported in column C0330)
- w) Line of business 28 in the Delegated Regulation Annex 1 (ie '*Non-proportional property reinsurance*'). (Reported in column C0340)

## Country

Individual entities shall report template IR.05.06 for:

- The home country; and
- All other countries except countries where both these conditions apply:
  - Non-life gross written premiums for that country are less than £100m;
  - Non-life gross written premiums for that country are less than 5% of the firm's total non-life gross written premiums;

The following criteria for the classification by country shall be used:

- For insurance business for the *lines of business*, as defined in Technical Provisions – Further Requirements Annex 1, 1- “Medical expense”, 2- “Income protection”, 3- “Workers’ compensation”, 7- “Fire and other damage to property” and 9- “Credit and suretyship” information shall be reported by country where the risk is situated;
- For insurance business for *lines of business*, as defined in Technical Provisions – Further Requirements Annex 1, 4- “Motor vehicle liability insurance”. 5- “Other motor insurance”, 6- “Marine, aviation and transport insurance”, 8- “General liability insurance”, 10- “Legal expense insurance”, 11- “Assistance”, 12- “Miscellaneous financial loss”, information shall be reported by country where the contract was entered into;
- For non-life accepted reinsurance business (ie lines of business, as defined in Technical Provisions – Further Requirements, 13 to 28) information shall be reported by country of localisation of the ceding undertaking.

For the purposes of this template “country where the contract was entered into” means:

- a. The country where the insurance undertaking is established (home country) when the contract was not sold through a branch or freedom to provide services;
- b. The country where the branch is located (host country) when the contract was sold through a branch;
- c. The country where the freedom to provide services was notified (host country) when the contract was sold through freedom to provide services.
- d. If an intermediary is used or in any other situation, it is a), b) or c) depending on who sold the contract.

## Instructions for individual items

The first column of the next table identifies the items to be reported by identifying the rows as shown in the template IR.05.06. The columns in the template applicable to each row are identified in the instruction column.

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CELL(S)	ITEM	INSTRUCTIONS
Z0010	Country	Identify the ISO 3166–1 alpha–2 code of the country being reported.
	<b>Premiums written</b>	
R0110	Gross	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life insurance and accepted proportional reinsurance lines of business in columns C0110 to C0260;</li> <li>➤ All non-life accepted non-proportional reinsurance lines of business in columns C0310 to C0340;</li> </ul> </li> </ul> <p><b>Gross written premiums</b> in the 'reporting period'.</p> <p>The gross premiums written:</p> <ol style="list-style-type: none"> <li>i. Are gross of reinsurance.</li> <li>ii. Exclude any amounts due during the financial year relating to business accepted by the undertaking via a business transfer-in.</li> <li>iii. Equals the sum of R0111 + R0113.</li> <li>iv. Should normally include premiums relating to contracts incepting prior to the period.</li> </ol>
R0111	Gross direct business	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life insurance lines of business in columns C0110 to C0260;</li> </ul> </li> </ul> <p>The amount of written premiums reported in row R0110 that are in respect of insurance contracts arising from direct insurance business (as opposed to accepted reinsurance contracts).</p>
R0113	Gross reinsurance accepted	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life accepted proportional reinsurance lines of business in columns C0110 to C0260;</li> <li>➤ All non-life accepted non-proportional reinsurance lines of business in columns C0310 to C0340;</li> </ul> </li> </ul>

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CELL(S)	ITEM	INSTRUCTIONS
		The amount of gross written premiums reported in row R0110 that are in respect of insurance contracts arising from accepted reinsurance business.
	<b>Claims incurred</b>	<p>Claims incurred information (rows R0610 to R0612) – general comments:</p> <p>The amounts reported in these rows should normally relate to benefit and claim payments plus allocated loss adjustment expenses. However, other cash flows can be included if necessary in order to satisfy the instructions for rows R0610 and R0612.</p>
R0610	Gross (undiscounted)	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life insurance and accepted proportional reinsurance lines of business in columns C0110 to C0260;</li> <li>➤ All non-life accepted non-proportional reinsurance lines of business in columns C0310 to C0340;</li> </ul> </li> </ul> <p>This item comprises of:</p> <ul style="list-style-type: none"> <li>• All claim payments, gross of reinsurance, paid in the 'reporting period';</li> <li>• plus provision for claims outstanding gross of reinsurance at the end of the 'reporting period';</li> <li>• less provision for claims outstanding gross of reinsurance at the start of the 'reporting period'.</li> </ul> <p>Where:</p> <ol style="list-style-type: none"> <li>1. 'provision for claims outstanding' is defined as: <p><i>the total estimated ultimate cost to the firm of settling all claims arising from events which have occurred on or before the reporting reference date (including claims incurred but not reported) less amounts already paid in respect of such claims;</i></p> </li> <li>2. All allocated loss adjustment expenses are to be included in the claims incurred.</li> <li>3. Recoverable amounts arising out of subrogation (the acquisition of the rights of policyholders with respect to third parties) or salvage (the acquisition of the legal ownership of insured property) are to be deducted from the claim payments made and from the provision for claims outstanding.</li> </ol> <p>This item is gross of reinsurance and not discounted for investment income.</p>

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CELL(S)	ITEM	INSTRUCTIONS
		It includes claims incurred attributable to business transferred-in or business transferred-out during the period.
R0611	Gross (undiscounted) direct business	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life insurance lines of business in columns C0110 to C0260;</li> </ul> </li> </ul> <p>This item is the claims incurred as defined in 'Gross (undiscounted)' in row R0610 for insurance contracts arising from direct insurance business.</p>
R0612	Gross (undiscounted) reinsurance accepted	<p>This item is to be reported:</p> <ul style="list-style-type: none"> <li>• For the following columns for the reporting period: <ul style="list-style-type: none"> <li>➤ Total non-life in column C0015;</li> <li>➤ All non-life accepted proportional reinsurance lines of business in columns C0110 to C0260;</li> <li>➤ All non-life accepted non-proportional reinsurance lines of business in columns C0310 to C0340;</li> </ul> </li> </ul> <p>This item is the claims incurred as defined in 'Gross (undiscounted)' in row R0610 for insurance contracts arising from reinsurance accepted business.</p>