

Bank of England

Prudential Regulation Authority

Chapter 10

Instructions regarding reporting templates for individual undertakings

S.14.02 — Non-Life obligation analysis

General comments:

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

This template includes information about non-life insurance contracts only to direct business.

No information has to be provided for accepted reinsurance business.

Columns C0010 to C0190 shall be reported by line of business. Where further breakdown by product categories is envisaged as defined in column C0020, columns C0010 to C00190 shall be reported by product category in addition to by line of business.

For example, if the firm carries on business in product category 7.1 (as defined in column C0020), columns C0010 to C0190 are to be reported for the line of business 7, and also (in a separate row) for the product category 7.1

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.

	<u>ITEM</u>	<u>INSTRUCTIONS</u>
<u>Portfolio</u>		
<u>C0010</u>	<u>Line of Business</u>	<p><u>Line of business as defined in Annex 1 of Delegated Regulation (EU) 2015/35. Information on products, unless otherwise specified in C0020, should not be disaggregated but reported under the main line of business. All non-life insurance products commercialised should be reported under the line of business which best corresponds to the main product characteristics, taking into account the product characteristics and main risks covered by the product. For modular products, the products should be unbundled and information for each product forming the bundle should be reported under the line of business which best corresponds to the main characteristics:</u></p> <p><u>The following list shall be used:</u></p> <p><u>1 - Medical expense insurance</u></p> <p><u>2 - Income protection insurance</u></p>

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		<p><u>3 - Workers' compensation insurance</u></p> <p><u>4 - Motor vehicle liability insurance</u></p> <p><u>5 - Other motor insurance</u></p> <p><u>6 - Marine, aviation, and transport insurance</u></p> <p><u>7 - Fire and other damage to property insurance</u></p> <p><u>8 - General liability insurance</u></p> <p><u>9 - Credit and suretyship insurance</u></p> <p><u>10 - Legal expenses insurance</u></p> <p><u>11 - Assistance</u></p> <p><u>12 - Miscellaneous financial loss</u></p>
<u>C0020</u>	<u>Of which Product category</u>	<p><u>For non-life insurance products falling under one of the product categories in the closed list below information should be reported in a separate row:</u></p> <p><u>7.1 Fire and other damage to property, of which Natural catastrophe insurance: Products covering damages to properties and people caused by natural forces including earthquake, floods, storm, hail, frost, drought.</u></p> <p><u>7.2 Fire and other damage to property, of which Business Interruption: Products covering business interruption, closure of business, or any financial loss of such nature regardless of whether physical damages on an insured property are required (eg business interruption referring to coverage for property damage arising from storm or flood; business closure covering damage for temporary closure of shops due to administrative actions or health authorities' decisions).</u></p> <p><u>11.1 Assistance, of which Travel insurance: Products covering unforeseen losses incurred while travelling such as coverage for trip cancellation, lost luggage, flight delays and/or medical expenses while on travel</u></p> <p><u>12.1 Miscellaneous financial loss, of which Business Interruption: Products covering business interruption, closure of business, or any financial loss of such nature regardless of whether physical damages on an insured property are required (eg business interruption referring to coverage for property damage arising from storm or flood; business closure covering damage for temporary closure of shops due</u></p>

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		<p><u>to administrative actions or health authorities' decisions)</u></p> <p><u>12.2 Miscellaneous financial loss, of which Payment protection insurance: Products covering the event of not being able to meet the financial obligations of a mortgage, loan or any credit facilities for any reason excluding death.</u></p> <p><u>12.3 Miscellaneous financial loss, of which Travel insurance: Products covering unforeseen losses incurred while travelling such as coverage for trip cancellation, lost luggage, flight delays and/or medical expenses while on travel.</u></p>
<u>C0050</u>	<u>Number of contracts at the reporting reference date</u>	<p><u>Number of contracts in-force at the reporting reference date.</u></p> <p><u>For this purpose 'in-force' means that the period of validity of the contract commenced on or before the reporting reference date and ends on or after the reporting reference date.</u></p> <p><u>Contracts with more than one policyholder count as only one contract.</u></p>
<u>C0060</u>	<u>Number of contracts written during the reporting period</u>	<p><u>Number of contracts written during the 'reporting period' (this includes contracts that are renewed).</u></p> <p><u>Contracts with more than one policyholder count as only one contract.</u></p>
<u>C0070</u>	<u>Total amount of Gross written premiums</u>	<u>Total amount of gross written premiums in the 'reporting period'.</u>
<u>C0110</u>	<u>Total amount of gross claims paid</u>	<p><u>Claims paid in the 12 months up to and including the reporting reference date gross of reinsurance related to the sum of the direct business.</u></p> <p><u>This shall not include changes in provisions for claims that have not yet been paid.</u></p> <p><u>This shall include 'allocated loss adjustment expenses'.</u></p> <p><u>This shall exclude movement in provisions for 'allocated loss adjustment expenses'.</u></p>
<u>C0120</u>	<u>Country</u>	<u>Country ISO 3166-1 alpha-2 code or list of codes according to the following instructions:</u>

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		<p><u>- ISO 3166–1 alpha–2 code of the country where the contract was entered into, for countries representing more than 10 % of the gross undiscounted claims provisions or gross written premiums for a given product.</u></p> <p><u>- For countries representing less than 10 % of the gross undiscounted claims provisions or gross written premiums for a given product, report a list of ISO 3166–1 alpha–2 Codes of the countries concerned.</u></p>
Information on number of insured		
<u>C0130</u>	<u>Number of insured at the reporting reference date</u>	<u>For products falling under line of business 1 and product categories 11.1 and 12.2 report the total number of insured for contracts reported under C0050.</u>
<u>C0140</u>	<u>Number of insured properties at the reporting reference date</u>	<u>For products falling under line of business 4 and 5 report the total number of insured properties for contracts reported under C0050.</u>
Information on claims provisions		
<u>C0150</u>	<u>Gross RBNS claims at the reporting reference date.</u>	<p><u>Undiscounted provisions for claim events that have been reported but not yet settled (RBNS) at the reference date gross of reinsurance.</u></p> <p><u>This shall include ‘allocated loss adjustment expenses’.</u></p> <p><u>This shall include amounts that some non-life insurance practitioners refer to as “IBNER” (incurred but not enough reported) claims. ie amounts in the claim provision for the potential for the ultimate settlement cost of a claim reported at the reference date being more than the case reserve held on the firm’s claims management system at the reference date.</u></p> <p><u>This item is to be reported undiscounted.</u></p>
<u>C0160</u>	<u>Gross incurred but not reported claims at the reporting reference date</u>	<p><u>Undiscounted provisions for claim events that occurred prior to or on the reporting reference date and have not yet been reported at the reporting reference date gross of reinsurance.</u></p> <p><u>This shall include ‘allocated loss adjustment expenses’.</u></p>

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		<p><u>This item shall not include claims that have been reported at the reference date.</u></p> <p><u>This item is to be reported on an undiscounted basis.</u></p>
<u>C0170</u>	<u>Gross claims provision at the reporting reference date.</u>	<p><u>Undiscounted provisions for claim events that occurred prior to or on the reporting reference date and have not yet been settled at the reporting reference date gross of reinsurance.</u></p> <p><u>This shall include 'allocated loss adjustment expenses'.</u></p> <p><u>This item to be reported on an undiscounted basis and is the sum of the amounts in columns C0150 and C0160.</u></p>
<u>C0180</u>	<u>Net claims provision at the reporting reference date</u>	<p><u>The amount reported in column C0170, net of reinsurance that can be directly attributable to individual claims.</u></p> <p><u>This shall include 'allocated loss adjustment expenses'.</u></p> <p><u>Aggregate deductibles and aggregate limits in outward reinsurance are to be taken into account where applicable on a best efforts basis.</u></p> <p><u>This item is to be reported on an undiscounted basis.</u></p>
<u>C0190</u>	<u>Number of RBNS claims at the reporting reference date</u>	<u>Number of claims that have been reported, and are not yet settled, at the reporting reference date.</u>

Draft for consultation