

**ElFlow Holdings Limited**  
**Solvency and Financial Condition**  
**Report**

**For year ending 31<sup>st</sup> December 2020**

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## Executive Summary

The EIFlow Holdings Limited group (“the Group”) is an insurance group; since 2012 the principal insurance entity in the Group has been EIFlow Insurance Limited (“the Company” or “EIL”), an insurer licensed in Gibraltar. In December 2019 EIL purchased Beacon Insurance Company Limited (“BICL”), a small insurer with net assets of \$6.6 million at 31 December 2020. In December 2020 EIL purchased Preserve Insurance Company (“Preserve”), another small insurer with net assets of \$6.7 million at 31 December 2020. The intention of the Group is to merge Preserve into EIL within 24 months. The Group has dispensation from the GFSC to account for BICL and Preserve as an investment in EIL for Solvency II purposes. This document is presented as a group SFCR providing the information for all three regulated entities since all entities have common governance, ownership with a focus on legacy or run-off insurance and reinsurance business.

The purpose of the report is to satisfy the public disclosure requirements under the Financial Services (Insurance Companies) Regulations 2020. The elements of the disclosure relate to business performance, governance, risk profile, solvency and capital management.

The Group has performed well during the year ended 31 December 2020 with consolidated net assets increasing to \$25.5 million for the financial year per the unaudited consolidated financial statements. All three regulated entities also comfortably met the prescribed MCR and SCR requirements.

The respective Boards continue to monitor and strengthen the corporate governance framework of the group with explicit focus on the risk management function. The governance and risk frameworks are detailed in this report.

### Solvency II

Solvency II (“SII”) came into force with effect from 1 January 2016. The regime requires new reporting and public disclosure arrangements to be put in place by insurers. SII focuses on risk-based assessment of the company’s activities and this produces a Solvency Capital Requirement (“SCR”) which is compared with the assets available to meet that SCR.

The Group’s SCR is calculated on the basis of the standard formula within the Solvency II regulations. Each insurer, EIL BICL and Preserve also calculate SCR using the standard formula. The Group’s significant risks identified in standard formula calculations are underwriting risk, market risk and counterparty risk. The tables below summarise the Group’s capital position and capital requirements as at 31 December 2020.

Table 1A – EHL and EIL. Solvency Capital Requirement, breakdown by type of risk as at 31 December 2020 and 2019. Solvency II values in USD, in millions.

Risk Type	EIFlow Holdings Limited		EIFlow Insurance Limited	
	2020	2019	2020	2019
Non- Life underwriting Risk	3.7	3.1	2.9	3.1
Life underwriting Risk	0.3	-	-	-
Market Risk	2.3	4.6	4.2	4.5
Counterparty Risk	0.9	0.5	0.8	0.5
<b>Total before diversification</b>	<b>7.2</b>	<b>8.2</b>	<b>7.9</b>	<b>8.1</b>
Diversification	(1.8)	(1.8)	(1.8)	(1.8)
<b>Basic Solvency Capital Requirement</b>	<b>5.4</b>	<b>6.4</b>	<b>6.1</b>	<b>6.3</b>
Operational Risk	0.4	0.3	0.3	0.3
<b>Solvency Capital Requirement</b>	<b>5.8</b>	<b>6.7</b>	<b>6.4</b>	<b>6.6</b>

Table 1B – BICL and Preserve Solvency Capital Requirement, breakdown by type of risk as at 31 December 2020 and 2019 where applicable. Solvency II values in USD, in millions.

Risk Type	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Non- Life underwriting Risk	0.8	1.4	0.4	0.5
Life underwriting risk	-	-	0.3	0.3
Market Risk	0.5	1.5	0.3	0.3
Counterparty Risk	0.1	0.4	0.5	0.5
<b>Total before diversification</b>	<b>1.4</b>	<b>3.3</b>	<b>1.5</b>	<b>1.6</b>
Diversification	(0.3)	(0.8)	(0.4)	(0.5)
<b>Basic Solvency Capital Requirement</b>	<b>1.1</b>	<b>2.5</b>	<b>1.1</b>	<b>1.1</b>
Operational Risk	0.1	0.1	0.1	0.1
<b>Solvency Capital Requirement</b>	<b>1.2</b>	<b>2.6</b>	<b>1.2</b>	<b>1.2</b>
<b>Minimum Capital Requirement</b>	<b>4.3</b>	<b>4.1</b>	<b>4.3</b>	<b>4.1</b>

Table 2A – EHL and EIL Solvency Ratio as at 31 December 2020 and 2019. Solvency II values in USD, in millions and percentage values.

	EIFlow Holdings Limited		EIFlow Insurance Limited	
	2020	2019	2020	2019
Total Eligible Own Funds to meet the SCR	23.3	21.2	18.7	20.2
Solvency Capital Requirement	5.8	6.7	6.4	6.6
Ratio of Eligible Own Funds to SCR	402%	316%	292%	307%

Table 2B – BICL and Preserve Solvency Ratio as at 31 December 2020 and 2019. Solvency II values in USD, in millions and percentage values.

	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Total Eligible Own Funds to meet the MCR	5.7	4.9	6.6	6.9
Minimum Capital Requirement	4.3	4.1	4.3	4.1
Ratio of Eligible Own Funds to MCR	133%	120%	153%	168%

The Group has continuously complied with all aspects of the Solvency II regulations from the date of its first implementation on 1 January 2016. The Group has own funds of \$23.3 million (2019 - \$21.2 million) available to cover the calculated solvency capital requirement of \$5.8 million (2019 - \$6.7 million). As at 31 December 2020 the Group's solvency II capital surplus stands at \$17.5 million (2019 - \$14.5 million).

Each of the insurers, EIL, BICL and Preserve, has performed analysis to assess the effect on its Solvency II capital surplus in stress scenarios. The results of the stress testing for EIL, BICL and Preserve are detailed in this report at Section C.

The Group's business plans forecast that own funds will significantly exceed the solvency capital requirement at the year ends 2021, 2022 and 2023.

The Group continues to seek run-off opportunities which offer a good return on solvency capital. During 2020 the Group completed two legacy or run-off acquisitions. This included a portfolio transfer of insurance business to EIL which was completed in August 2020 as detailed at Section 2.4 and the acquisition of Preserve which was completed in December 2020.

The outbreak of Covid-19 has resulted in unprecedented uncertainty and disruption globally. As a business focused on run-off the insurance businesses are not directly affected by pandemic related insurance claims. The insurance subsidiaries continue to monitor the impact on their business and to respond proactively. The Group is very well capitalised and it is anticipated that the businesses will continue to meet their obligations.

## A. Business and Performance

### 1. Business Information

- 1.1 This report relates to EFlow Holdings Limited (“EHL”) and its subsidiaries EFlow Insurance Limited (“EIL”), Beacon Insurance Company Ltd (“BICL”) and Preserve Insurance Company Ltd (“Preserve”) (collectively “the Group”). EIL, BICL and Preserve are insurance companies licensed in Gibraltar and limited by shares.
- 1.2 EHL is a non-regulated holding company also domiciled in Gibraltar (Company number 106965). EHL’s ultimate 100% owning parent company is Bacchus Holdings Limited (“BHL”), a company registered in England and Wales (Company number 09766399).
- 1.3 Neither BHL nor any related entity in the UK is a regulated insurer or forms a substantial part of the BHL business. Therefore, in the view of the Board, group supervision under Solvency II at the EHL level is appropriate.
- 1.4 EIL, BICL and Preserve are regulated by:  
Gibraltar Financial Services Commission  
PO Box 940  
Suite 3, Atlantic Suites  
Gibraltar  
Tel: +350 200 40283  
[www.fsc.gi](http://www.fsc.gi)
- 1.5 The Group’s external Auditor is:  
RSM Audit (Gibraltar) Limited  
21 Engineer Lane  
Gibraltar  
Tel: +350 200 74854  
[www.rsm.global](http://www.rsm.global)
- 1.6 The registered office for EHL, EIL and Preserve is:  
First Floor, Grand Ocean Plaza, Ocean Village GX11 1AA, Gibraltar
- The registered office for BICL is: 5/5 Crutchett’s Ramp, Gibraltar.
- 1.7 The equity of EIL is owned 100% by EFlow Holdings Ltd (‘EHL’). EHL’s ultimate 100% owning parent company is Bacchus Holdings Limited (“BHL”). The equity of BICL and Preserve is 100% owned by EIL.
- 1.8 BHL is owned by its directors, as follows:
- Jeremy Fall 35%
  - Sean McDermott 35%
  - James Bolton 10%
  - David Cherry 10%
  - Ricardo Cantilo 10%

Under the terms of BHL's Articles of Association, the first £7 million of realisations in a winding up of BHL are payable in priority in equal percentages to Mr Jeremy Fall and Mr Sean McDermott.

- 1.9 Neither EHL or its subsidiaries have any employees.
- 1.10 EIL, BICL or Preserve do not underwrite any new insurance risks and are solely insurance run-off companies. Where existing insurance contracts require extension there may be some limited underwriting of risk as part of the run-off strategy under authorisation from the GFSC. The primary lines of business are:
- Marine, aviation and transport business ("MAT") from 1985 and prior (EIL);
  - Direct marine business from 2012 and prior (EIL);
  - Motor (Preserve and BICL);
  - Reinsurance (BICL and EIL); and
  - ATE (EIL).
- 1.11 The group and each insurance subsidiary's financial year runs to 31 December and each company reports its results in "\$" (United States Dollars or USD).

## 2. Underwriting Performance

- 2.1 The Group's insurance entities, EIL, BICL and Preserve, are all an insurance companies in run-off. They do not carry out live underwriting activities. Underwriting activities are limited to the extension of cover on existing risks where there is contractual requirement or, in the case of ATE, where it is a continuation of an ongoing ATE matter. The only other insurance activities are the settlement of claims and the collection of reinsurance.
- 2.2 The majority of outstanding liability on the EIL MAT portfolio arises from US exposure to asbestos, pollution and other health hazards ("APH") (which include health hazard losses include drugs, chemicals and hearing loss related claims).
- 2.3 The direct marine portfolio in EIL is nearing finalisation, with less than \$1 million of outstanding claims remaining, most of which relate to non-moving loss advices that pre-date EIL's involvement.
- 2.4 In August 2020, EIL received a portfolio of live ATE policies from Lamp Insurance Company Limited (In Liquidation) ("Lamp"). Under the transfer agreement, profits generated after claims and costs from this portfolio in the five years to August 2025 are to be shared equally with Lamp. Deferred premium arising on the ATE portfolio amounted to \$7.0 million as at 31 December 2020. EIL agreed with the GFSC that, due to the inherent uncertainty of collection of the deferred premium asset, EIL would not book any of this \$7.0 million debt as profit until the premium is collected, hence it is fully provided for by a matching bad debt provision in EIL's balance sheet.
- 2.5 The BICL portfolio consists of a Swiss Branch which has been kept open to allow the notification period to expire on some Swiss motor business where there are no outstanding claims, and a reinsurance CAT contract with Hannover Re where the last underwriting year was 2019 and it



is expected that this contract will be concluded in 2022. BICL is also preparing for a portfolio transfer of Aviation business which is expected to transfer via a UK Part VII Transfer in 2022.

- 2.6 The Preserve portfolio is motor class only with a single PPO and a small number of outstanding claims. All large claims including the PPO are protected by quality reinsurance.

Table 3A – EHL, EIL Underwriting performance as at 31 December 2020 and 2019 USD, in thousands.

Underwriting performance	EiFlow Holdings Limited		EiFlow Insurance Limited	
	2020	2019	2020	2019
Gross premiums	1,122	-	1,117	-
Commissions and reinstatement premiums	(95)	-	(100)	-
Gross claims paid	(1,337)	(29)	(584)	(29)
Reinsurers' share of gross claims	-	4	-	4
Gross change in insurance liabilities	1,617	110	695	110
Reinsurers' share of gross change in insurance liabilities	-	(4)	-	(4)
Other operating and administrative expenses	(1,334)	(1,050)	(1,115)	(1,035)
<b>Net Underwriting Result</b>	<b>(27)</b>	<b>(969)</b>	<b>13</b>	<b>(954)</b>

Table 3B – BICL and Preserve. Underwriting performance as at 31 December 2020 and 2019. USD, in thousands.

Underwriting performance	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Gross premiums	5	1,752	-	-
Commissions and reinstatement premiums	6	(35)	-	-
Gross claims paid	(753)	(1,120)	(686)	(2,572)
Reinsurers' share of gross claims	-	-	27	958
Gross change in insurance liabilities	922	(96)	(274)	4,073
Reinsurers' share of gross change in insurance	-	-	672	(3,074)
Other operating and administrative expenses	(350)	(959)	(227)	(221)
<b>Net Underwriting Result</b>	<b>(170)</b>	<b>(458)</b>	<b>(488)</b>	<b>(836)</b>

### 3. Investment Performance

- 3.1 EHL holds restricted cash of £0.9 million (\$0.9 million) (2019 - \$0.7 million) at a local bank as a security guarantee. EIL and BICL hold a diversified high-quality government and corporate investment portfolio managed by Bank J. Safra Sarasin (Gibraltar) ('JSS'). The Preserve portfolio was held in a 90-day deposit account at a bank account at year end, but was also transferred to JSS in 2021 once the deposit notice period had expired. The investment portfolios of EIL, BICL and Preserve as at 31 December 2020 were valued at \$16.1 million, \$5.0 million and \$7.6 million respectively (2019 - \$18.5million, \$0.4 million and \$8.8 million). The investments are held in USD. The investment expenses are not significant in the context of the group's total

expenses. The Board of Directors of each company is directly responsible for investment decisions and is ably supported by JSS.

- 3.2 During the course of 2019, EIL invested funds in the Mangrove Partners Fund managed by Mangrove Partners, a value-oriented investment manager based in New York. Mangrove Partner’s investment goal is to generate positive returns from both long and short investments as opposed to employing a relative value or market hedging strategy. The investment in the fund was valued as \$2.6 million as at 31 December 2020 (\$4.2 million at 2019).
- 3.3 EIL, BICL and Preserve hold additional liquidity, pending investment, of \$0.7 million, \$0.1 million and \$1.1 million respectively (2019 - \$2.4m, \$4.0 million and \$0.7 million) in cash and cash equivalents in three currencies, namely USD, GBP and EUR. The income on these investments for year end 31 December 2020 has been immaterial.

The table below shows the investment performance of the year 2020 and 2019, as per unaudited financial statements.

Table 4A– EHL and EIL, Investment performance as at 31 December 2020 and 2019. USD, in thousands.

Investment performance	EIFlow Holdings Limited		EIFlow Insurance Limited	
	2020	2019	2020	2019
Net realised gains/(losses) on financial assets	(255)	(40)	(255)	(40)
Net gains on financial assets at fair value through profit or loss	(963)	200	(1,002)	200
Net gain/(losses) on financial liabilities at fair value through profit or loss	-	18	-	18
Investment and other operating income	3,766	8,841	967	828
<b>Total income</b>	<b>2,548</b>	<b>9,019</b>	<b>(290)</b>	<b>1,006</b>

Table 4B – BICL and Preserve. Investment performance as at 31 December 2020 and 2019. USD, in thousands.

Investment performance	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Net realised gains/(losses) on financial assets	-	-	-	-
Net gains on financial assets at fair value through profit or loss	40	-	-	-
Net gain/(losses) on financial liabilities at fair value through profit or loss	-	-	-	-
Investment and other operating income	38	65	17	171
<b>Total income</b>	<b>78</b>	<b>65</b>	<b>17</b>	<b>171</b>

#### 4. Performance of other activities

EIL held a minority equity share in ILS Property & Casualty Re Limited, Cell C (a company incorporated and registered in Bermuda under the SAS Act) that was sold during the course

of 2020 at the balance sheet value of \$2.7m. The funds were then invested with JSS. BICL and Preserve had no other investments.

5. Any other information

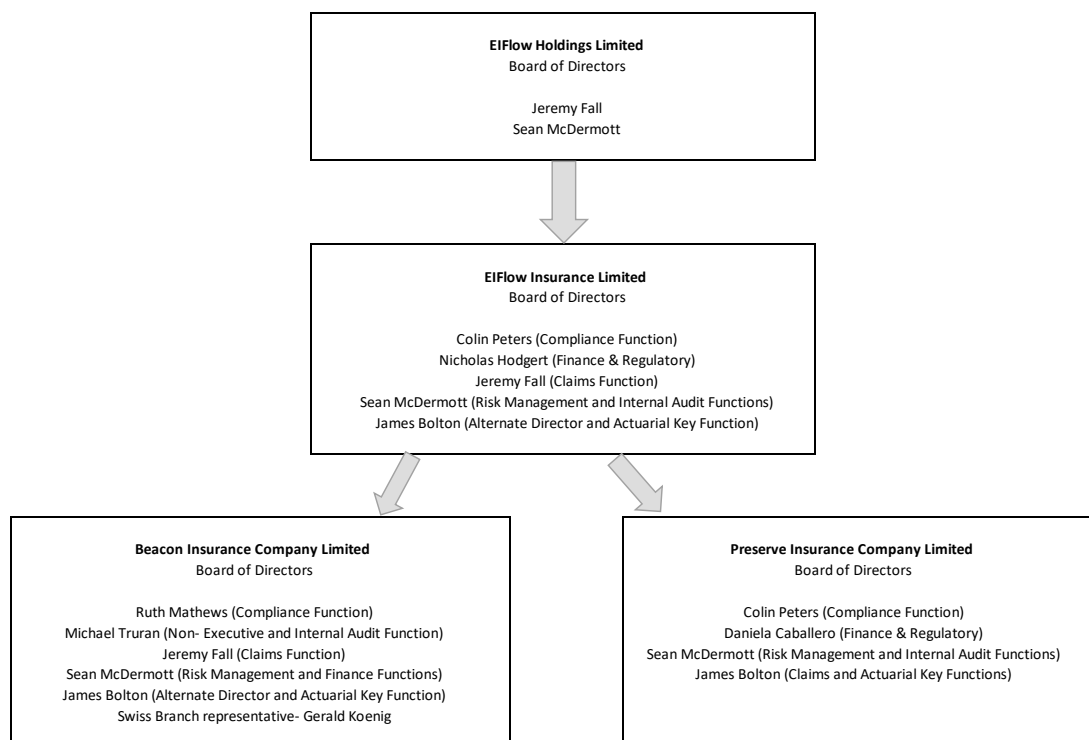
No other material activity to report.

**B. System of Governance**

1. General information on the system of governance

1.1 Given the limited nature of business in run-off, the operating structure of the Group is not complex nor is there a large staff requirement to service the insurance companies' needs. Consequently, the Group has no direct employees, and the key activity by the Board is the management of the outsource functions. Each entity has a Board of Directors that carry responsibility for the oversight of the business and sets its strategy and risk appetite. Most of the Board members are also directors or representatives of the two outsource contractors.

Figure 1 –EHL, EIL, BICL and Preserve: Boards of Directors, as at 31 December 2020.



- 1.2 Colin Peters, Sean McDermott and James Bolton were appointed directors of Preserve on 24 December 2020 following the change of control, replacing Brad Huntington and John Williams. There were no other director changes during the year.
- 1.3 The Group has no employees so there is no remuneration policy required.
- 1.4 The Group has no pension commitments or pension liabilities.
- 1.5 The Group outsources certain services as follows:
  - EIL and BICL outsource management services to Quest Consulting (London) Limited;
  - EIL and Preserve outsource management services to Artex Risk Solutions (Gibraltar) Limited;
  - BICL outsources management services to Robus Risk Services (Gibraltar) Limited; and
  - EIL, BICL and Preserve outsource investment management services to J. Safra Sarasin Group.

## 2. Fit and proper requirements

- 2.1 The boards of EHL, EIL, BICL and Preserve have and will continue to be made up of experienced insurance executives with a collective knowledge of a) insurance and financial markets b) business strategy and business models and c) systems of governance d) financial and actuarial analysis and e) regulatory matters. In the event that a board director is replaced it is incumbent on the remaining directors to ensure that any replacement director ensures that the key skills remain covered by the new board.
- 2.2 Artex Risk Solutions (Gibraltar) Limited (“Artex”) co-ordinates compliance activities on behalf of EIL and Preserve and it maintains an annual self-certification process for the directors of its client companies. This assists the Group to cover the ongoing fit and proper monitoring requirements.
- 2.3 Each insurance company’s board reviews the continued suitability of directors, as evidenced by:
  - Annual Self-Assessment;
  - Approval of Directors appointments and approved status; and
  - Oversight of outsource service providers.
- 2.4 Robus Risk Services (Gibraltar) Limited (“Robus”) co-ordinates compliance activities on behalf of BICL and it maintains an annual self-certification process for the directors of its client companies. This assists the Group to cover the ongoing fit and proper monitoring requirements.

The Board’s review of the continued suitability of directors to continue is evidenced by:

- Annual Self-Assessment;
  - Approval of Directors appointments and approved status; and
  - Oversight of outsource service providers.
- 2.5 The Board of each insurance company is responsible for ensuring individuals meet the regulator’s fit and proper tests, prior to appointment, by checking that the person has the qualifications, experience, competence and capacity appropriate to the relevant function and the Group performs the requisite review to ensure the person is:
    - Competent and capable;

- Acts honestly, ethically and with integrity; and
- Financially sound.

2.6 A new board was put in place for Preserve following the change of control as detailed above. Details of each board members qualifications, skills and expertise are as follows:

#### **Colin Peters**

Director (EIL and Preserve)

Colin has many years of experience in financial services industry, primarily in the areas of Underwriting and Compliance. He heads up the compliance function within Artex and has in the past acted as Compliance Officer for Artex clients.

Colin is Financial Planning Certificate I, II and III qualified and a Member of the Chartered Insurance Institute. He is also a holder of the Financial Times Non-Executive Director Diploma.

#### **Nicholas Hodgert**

Director (EIL)

Nicholas is ACCA exam qualified accountant with well over 20 years post qualification experience. He worked in the UK as a Financial Accountant, Management Accountant and Financial Controller in the gas and oil field, pigment market and food chain sector. He spent 5 years working for a large furniture outlet in Spain as Financial Controller before joining Artex over 11 years ago.

Nicholas has worked on Protected Cell Companies, Non-Life Insurance companies (mainly motor) and Insurance intermediaries. He is now a Senior Client Accounting Manager sitting on Boards for various clients, preparing clients insurance accounts including SII work and Treasury Management. He also manages a team of Client Account Managers.

#### **Ruth Mathews**

Director (BICL)

Ruth holds the ICA International Diploma in Compliance, has her Cert CII and has completed the IRM International Certificate in Financial Services Risk Management. She is responsible for compliance, risk management and company secretarial services for Robus's clients in Gibraltar. She is highly experienced on the Pillar 2 system of governance aspects of Solvency II and has over 15 years' experience of company administration and compliance.

#### **Daniela Caballero**

Director (Preserve)

Daniella is ACCA exam qualified accountant and Chartered Insurance Institute Certified with 12 years' experience of the Gibraltar insurance market.

### **Sean McDermott**

Director (EIL, BICL and Preserve)

Sean is a Chartered Accountant and a qualified insolvency practitioner with experience in insurance insolvency and restructuring. Sean is a director and an ultimate shareholder of Quest Consulting (London) Limited (“Quest”), which provides run-off services to the EHL Group.

Sean spent 10 years of his career, immediately prior to setting up Quest Group, at Ernst & Young LLP, one of the top four accounting firms in the world. During this time, he operated in a wide variety of restructuring engagements around the globe all relating directly to the insurance market. Sean has been approved by or holds approved person status with insurance regulators in the UK, Ireland, Gibraltar, Guernsey, Singapore, New York and Bermuda.

### **Jeremy Fall**

Director (EIL and BICL)

Jeremy is the chief executive officer and an ultimate shareholder of Quest. He is a law graduate and has worked in the insurance market as a claims specialist throughout his career. He is recognised as a leading specialist in his field and acts as an expert witness and an arbitrator in relation to a range of insurance market disputes. Jeremy has been approved by or holds approved person status with insurance regulators in the UK, Ireland, Gibraltar, Guernsey, Singapore, New York and Bermuda.

Jeremy has experience in managing complex reinsurance commutations and collections, which is of particular value to EIL.

### **James Bolton**

Director (Preserve), Alternate Director (EIL and BICL)

James is a Chartered Accountant and a qualified insolvency practitioner with experience in insurance insolvency and restructuring. James is also a director and an ultimate shareholder of Quest Consulting (London) Limited (“Quest”), which provides run-off services to the EHL Group.

### **Michael Truran**

Non-Executive Director (BICL)

Mike is a qualified accountant with over 30 years’ experience in financial services, including senior management positions and directorships held at Zurich Financial Services (previously Eagle Star Insurance), Britannic Retirement Solutions, AXA Insurance and Acromas Insurance Company.

## **3. Risk management system including the own risk and solvency assessment**

### **3.1 Risk management system**

The risk management system of the Group consists of processes and controls that have been designed by senior management with oversight of the Board of Directors for each of EIL, BICL and Preserve to identify, measure, monitor and report risks that affect the achievement of our strategic, operational and financial objectives. Since all three regulated insurance entities are

in run-off with common management and profiles the risk management systems are largely the same.

Key risks are market risk on the investment portfolios and the risk of future claims deterioration which are not anticipated in claim reserving figures. The investment risk is monitored by management and reported to the Board on a quarterly basis and any deviations from the benchmark performance are explained to the respective Board and remedial action taken if necessary.

The material claims are reviewed by management and any material proposed settlements are reported to the respective Board and approvals sought. The material claims are reported to the Board on a quarterly basis to assess any new information which would result in a change in the claim levels.

### Process of Risk Management

The process of risk management is a continuous and systematic one, comprising five elements:

- **Identification** - The key risks of the business are identified and monitored by the Board. The board recognizes its ultimate responsibility for the risk management system, setting the risk appetite and risk tolerance limits.
- **Assessment** - The key risks by risk category for each entity are set out in the Risk Register which defines for each risk in each category the likelihood and the potential severity for all the key risks, the risk appetite and the risk tolerance. After the risk analysis is carried out, risks are graded in terms of importance. This helps the board consider the risk appetite and risk tolerance parameters.
- **Response** – All risks are dealt as and when they arise by the responsible director or by the board. Decisions are detailed in the minutes of the relevant Board meeting and the risk register updated accordingly.
- **Monitoring** – At each quarterly board meeting the board, led by the director in charge of the risk management function, considers what changes there are to the risk profile of the business and if any new risks have been identified. Given the business is run-off there is no new business so it is very unlikely there will be a new risk identified for any of the insurers which are all in run-off. More likely is that something has changed in relation to the business that might trigger an increase or decrease in an already identified risk.
- **Reporting** - Reporting includes risk and internal controls, summary of risk assessments, risk appetite monitoring, internal control performance, incident reporting and status of actions with respect to incidents, risks and controls.

### 3.2 Own Risk and Solvency Assessment (ORSA)

For EIL, BICL and Preserve the ORSA process starts with its business strategy which, as a run-off insurer, has a very simple business model with a very limited range of risk. The nature of the run-off in terms of quantum and volatility dictate the capital required which then feeds into the regulatory and economic capital requirements of the company. The nature of the business also dictates the risk appetite and risk tolerance of the company. The Board of each insurer, considering these factors, sets out the key Risk Management Policies and Systems of

Governance for EIL, BICL or Preserve respectively. Separate reserve approaches are adopted for each of EIL, BICL and Preserve reflecting the nature of the underlying claims as follows:

- EIL - As the business of EIL remains relatively static from year to year, a triennial review of the process is sufficient for the needs of EIL except where there is a substantial change brought about by the introduction of a new portfolio of business. Similarly, the nature of run-off business that is largely 25+ years old with no active underwriting means that there is limited value in operating complex internal modelling to make its business decisions. This is consistent with the principles of proportionality as set out Guideline 4 of EIOPA CP 13/09.
- BICL - BICL has no activity other than the Hannover Re Q/S where IBNR figures are provided. Hence the only actuarial work undertaken is the mandatory annual review of the Swiss branch confirming there are no reported claims.
- Preserve – Preserve has very limited claims exposure remaining, albeit there is a Periodic Payment Order which is projected to continue in force for many years. An actuarial review is currently conducted annually.

The ORSA process for each insurer is an iterative one where each of the above factors influences the other (e.g. the greater the risk tolerance the greater is the capital required).

The ORSA process is conducted annually, in compliance with regulatory requirements, by the director in charge and reviewed and approved by the respective board. The process by which the ORSA is conducted is reviewed periodically. This will be the earlier of a) once every 3 years (given the portfolio of business will not change) or b) where there is a substantial change in the business through the addition of new portfolios of run-off business resulting in a material change to the profile of the insurance business or time horizon.

The Board of each insurer adopts an integrated approach whereby the Business Strategy, Capital Management, Risk Management Policy and Risk Tolerance all interact. For example, the release or increase in capital is dictated by the business strategy and the addition of insurance legacy portfolios. Similarly, the risk tolerance levels set by the Board are also dictated by the level of capital relative to the SCR.

#### 4. Internal control system

##### 4.1 Internal control system

The Group operates a flat structure for each insurance company with a Board of Directors managing the key outsource contracts. All payments have dual signature requirements with once local Gibraltar signatory and one Quest director as signatories. Similarly, with respect to claims reserve movements, the Director responsible for claims signs off on all claims reserve movements. The control environment is appropriate and proportional to the business needs of each of the three insurers, EIL, BICL and Preserve.



#### 4.2 Compliance function

Artex co-ordinates compliance activities on behalf of the Group, with the exception of BICL where Robus performs the role, and both agents implement an annual self-certification process for the directors of client companies.

For each insurer a single board member has overall responsibility for the compliance function. This is a Gibraltar based director with local expertise and knowledge of the compliance requirements as set down under Gibraltar company law, GFSC guidance and EU regulations including Solvency II.

The role of Artex or Robus in the compliance function is to:

- Assist the Board with ensuring ongoing compliance with legislation requirements;
- Enhance the Group's awareness of compliance matters;
- Document any breaches identified, how they were addressed and whether any third-party reporting of the breach is required; and
- Ensure that the Board of the respective insurer is kept informed of any amendment to the applicable regulations, legislation and guidelines or the addition of any new requirements and the potential impact on the Group.

#### 5. Internal audit function

As already noted, the Group is not a complex business. For EHL, the Board is satisfied that due to low activity, no internal audit function is required. The audit performed annually by external auditors sufficiently discharges all EHL audit requirements.

For EIL, BICL and Preserve, the internal audit approach involves auditing the performance of the outsourced service contracts by parties independent of those contracts. This is undertaken to ensure that there is (as far as possible) a third-party review of the performance of each outsource contract against its contracted objectives. Findings from the audit reviews are reported to the respective Board. The internal reviews outlined are sufficient and proportional given EIL, BICL or Preserve are not underwriting and have only a small number of activities, transactions and personnel involved in the business processes.

The Group utilises both internal and external resources for the internal audit function. From 1 January 2016, the Group appointed an external firm to oversee and participate in the internal audit function. In addition, the Board has appointed Quest's Head of Internal Audit, Mr Karl Floyd, to oversee and manage the internal audit role.

#### 6. Actuarial function

Each insurer in the EHL group has its own actuarial function holder. The actuarial function holder reports directly to each Board. The reserving tasks of the actuarial function are outsourced to an independent actuarial consultant. The key function holder is also responsible for overseeing this outsourced relationship including monitoring the scope of the work, service levels and challenging the results.

The actuarial function for each insurance entity is responsible for:

- a) Co-ordination of the calculation of the technical provisions;
- b) Ensuring the accuracy of the data presented to the independent actuarial consultant;
- c) Ensuring the appropriateness of the methodologies and assumptions used in the calculation of technical provisions;
- d) Comparing best estimates against experience; and
- e) Informing the Board of the adequacy and reasonableness of the calculation of technical provisions.

EIL is not underwriting any new business such that periodic reviews as required by the GFSC once every three years by an external actuary are considered sufficient by the Board for the needs of EIL.

BICL - BICL has no activity other than the Hannover Re Q/S where IBNR figures are provided. Hence the only actuarial work undertaken is the mandatory annual review of the Swiss branch confirming there are no reported claims.

Given the limited remaining claims exposures in Preserve, the Board intends to review the need for Preserve to undergo an actuarial review.

The services of an independent actuarial consultant will be utilised a) when there is an acquisition of a new portfolio b) where there is a periodic review as required under the GFSC licence terms or c) where there is a material change in the claims profile as determined by the Claims Director such that an interim updated actuarial report should be required.

Willis Towers Watson carried out an actuarial review on reserves as at 30 June 2017. The technical reserves were reviewed in line with the actuarial results. An additional review was carried out by Willis Towers Watson as at 30 September 2018 as a support to management in developing estimates of unpaid loss and ALAE. Willis Towers Watson is currently engaged to carry out an actuarial review in respect of EIL and Preserve as at 31 December 2020, the results of which will be incorporated into the annual audited accounts.

## 7. Outsourcing

### 7.1 The outsourcing policy of EHL, EIL, BICL and Preserve is summarised as follows:

- The Group Board considers the appropriateness of all outsourcing activities;
- All outsourced functions subject to biannual review for compliance and performance assessment with findings reported to the respective Board;
- Written agreements to have a clear fee structure including termination provisions in the event of non-performance or insolvency.

## 7.2 Services outsourced and jurisdiction.

The main insurance activities of EIL, BICL and Preserve are carried out under three key outsource contracts:

- The local insurance managers from Artex (Robus in the case of BICL) who provide company secretarial, accounting, risk management and solvency calculation support and compliance support in Gibraltar;
- Quest Consulting in London provides the claims management and reinsurance collection activities;
- Bank J. Safra Sarasin, a Swiss private bank with an office in Gibraltar, provides the investment management activities for each insurance entity under the supervision of the respective Board.

## 8. Adequacy of the System of Governance

The Group carries out a very limited range of activities. The run-off nature of EIL, BICL and Preserve, each with a known portfolio of liabilities means that frequent internal reviews of its systems are not required. It is considered that a review once every three years is therefore sufficient.

In the event that further books of business are acquired that materially alter the characteristics of one of the insurance entities, then the potential need for an earlier review will be considered at that time.

The Group is satisfied that it has the systems in place to proportionately meet the requirements of the group's systems of governance and Articles 43-50 and 223 of the Solvency II Act in Gibraltar.

## 9. Any other Information

### Related Party Transactions

Apart from balances and transactions disclosed elsewhere in this report, there were the following significant transactions with related parties per the unaudited consolidated financial statements:

Table 5A – EHL and EIL. Transactions with related parties as at 31 December 2020 and 2019. USD, in thousands.

	EiFlow Holdings Limited		EiFlow Insurance Limited	
	2020	2019	2020	2019
Artex Risk Solutions (Gibraltar) Limited	213	96	97	96
Robus Risk Solutions (Gibraltar) Limited	219	-	-	-
Quest Consulting (London) Limited	812	640	812	640
<b>Total</b>	<b>1,244</b>	<b>736</b>	<b>909</b>	<b>736</b>

Table 5B – BICL and Preserve. Transactions with related parties as at 31 December 2020 and 2019. USD, in thousands.

	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Artex Risk Solutions (Gibraltar) Limited	-	-	116	111
Robus Risk Solutions (Gibraltar) Limited	219	228	-	-
Quest Consulting (London) Limited	-	-	-	-
<b>Total</b>	<b>219</b>	<b>228</b>	<b>116</b>	<b>111</b>

### C. Risk Profile

The Board considers there to be no significant risk concentrations as defined by art. 376 of the commission delegated regulation (EU) 2015/35. The Group's risk profile can be considered in two distinct parts, risks to EHL as a holding company and risks to EIL, BICL and Preserve as run-off insurance companies.

For EHL, there is only investment risk associated with the restricted cash held at a local bank in Gibraltar.

EIL, BICL and Preserve carry out no new underwriting and so their underwriting risk exposure is linked only to the variation or extension of risks already attaching as part of the run-off, the adequacy of the claim reserves, and the associated operational risk linked to the validation of claims for settlement. The other key risks to which EIL, BICL or Preserve are exposed arise from the investment portfolios. These risks include market risk (interest rate and currency risk) and credit risk.

EIL, BICL or Preserve's claims portfolios are not active and the expense profile is very clear and so the liquidity risk is negligible.

As run-off insurers, EIL, BICL and Preserve have a very simple business model with a very limited range of risks:

#### 1. Underwriting risk

EIL, BICL or Preserve's insurance business assumes the risk of loss from persons or organisations that are directly exposed to an insurance policy. Insurance risk arises from this risk transfer due to inherent uncertainties about the occurrence, amount and timing of the insurance liabilities following an insured loss. EIL, BICL or Preserve have no appetite for new underwriting risk and have not entered into any new contracts of insurance that involve material exposure to live risks.

The three key components of insurance risk for an insurer in run-off are reserving, claims management and reinsurance risk. Each risk is considered below in relation to EIL, BICL or Preserve.

## 1.1 Reserving risk

In establishing reserves, the management of EIL and PICL each includes amounts for IBNR reserves supported by an independent actuarial review from a firm of specialist actuarial consultants to ensure that all reported claims are adequately provided for. For BICL the amount for IBNR reserves is provided directly by the cedant. Reserving risk occurs within the insurance company where established insurance liabilities are insufficient through inaccurate forecasting, or where there is inadequate allowance for expenses and reinsurance bad debts within those provisions. The reserves of EIL, BICL and Preserve are quantified periodically through an internal assessment of the reported claims reserves at each quarter end. Additionally, at suitable intervals or points of significant change, external actuarial reports which consider both the best estimate reserves and estimating reserves at higher confidence levels. Outstanding Claims Reserves are reviewed on a quarterly basis to ensure that all reported claims are adequately provided for. The results are disclosed in the respective Board packs at quarterly meetings and are discussed and formally approved at each entity's board meeting.

Using the SII standard formula, reserving risk comprises of \$4.0 million (2019 - \$3.1 million) of the Group's total Group Solvency Capital Requirement of \$5.8 million (2019 - \$6.7 million) as at 31 December 2020.

## 1.2 Claims management risk

Claims Management Risk may arise within each insurance company in the event of inaccurate or incomplete case reserves and claims settlements, poor service quality or excessive claims handling costs. Inaccurate calculation and reporting of claims case reserves may lead to under or over estimation of IBNR. Hence there is a great focus on data quality to produce an accurate record of updated claims.

Careful monitoring and supervision with the direct involvement of a Board member is key to mitigating Claims Management Risk. Claims management is a core part of the business and due to the limited nature of the business major claims are reported to and considered at Board level of the relevant entity; this further mitigates the risk.

## 1.3 Reinsurance risk

Reinsurance risk for the Company arises where reinsurance contracts put into place to reduce gross insurance risk do not perform as anticipated, result in coverage disputes or prove inadequate in terms of the vertical or horizontal limits purchased. Each of the insurers has a different reinsurance profile.

EIL and BICL have no material ongoing outwards reinsurance on its main portfolios; however EIL has an agreed claim in the liquidation of a former Swiss insurer, Universale Ruck. We measure reinsurance risk by reference to the collectability of the reinsurance balances due from EIL's remaining reinsurance asset. Estimates are produced to predict the likely recoverable amounts from this reinsurer and a relatively prudent asset is provided for in the balance sheet. The directors remain in close contact with the reinsurer, and dialogue is maintained at least once every six months.

Preserve is a motor insurer and all claims above a GBP500,000 excess are 100% reinsured including the PPO claim. This means the net exposure is capped. Reinsurance security is assessed regularly and all reinsurance is of a very high quality.

## 2. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of market factors. Market factors include currency risk and interest rate risk.

Using the SII standard formula, market risk for the Group comprises:

Table 6A – EHL and EIL. Solvency Capital Requirement, Market risk as at 31 December 2020 and 2019. USD, in thousands.

Market Risk	EiFlow Holdings Limited		EiFlow Insurance Limited	
	2020	2019	2020	2019
Interest rate risk	44	0	69	0
Equity risk	1,242	3,630	3,105	3,630
Spread risk	1,001	741	747	741
Currency risk	218	1,079	1,246	845
Concentration risk	172	64	12	64
Property Risk	95	-	-	-
Diversification between Market Risk submodules	(507)	(900)	(943)	(772)
<b>Total Market Risk post diversification</b>	<b>2,265</b>	<b>4,614</b>	<b>4,236</b>	<b>4,508</b>

Table 6B – BICL and Preserve. Solvency Capital Requirement, Market risk as at 31 December 2020 and 2019. USD, in thousands.

Market Risk	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
Interest rate risk	27	64	24	58
Equity risk		-	-	-
Spread risk	266	-	=	-
Currency risk	206	1,448	109	14
Concentration risk	116	-	226	283
Property Risk	96	-	-	-
Diversification between Market Risk submodules	(251)	(46)	(105)	(65)
<b>Total Market Risk post diversification</b>	<b>460</b>	<b>1,466</b>	<b>254</b>	<b>290</b>

## 2.1 Spread risk

Spread Risk is the risk that the value of investments reduces due to a reduction in the perceived creditworthiness of the issuers of the debt instruments. The Group actively seeks to mitigate spread risk by only investing in assets that are investment grade government and corporate bonds or equivalent and by diversifying the portfolio. There is a limited exposure to any one issue to be limited to 5% of assets rated A- or better and to 3% of assets rated BBB+ or lower. Exposure to Government and Supranational is not limited. EIL also holds the investments in the underlying subsidiaries, BICL and Preserve, as part of its overall portfolio.

## 2.2 Currency risk

Currency risk relates to the Group operating in different currencies and converting non-USD earnings at different points in time at different foreign exchange levels when adverse changes in foreign currency exchange rates occur. The Group seeks to mitigate currency risk by matching the currency assets held to the currency liabilities recognised. The exposure of the Group to currencies other than the reporting currency is very limited.

## 2.3 Interest rate risk

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates. The portfolio managers have a discretionary mandate that allows the use of derivative instruments to hedge duration risk and to help mitigate the adverse impact on the portfolio value arising from interest rate rises.

## 3. Credit risk

Credit risk is the risk of financial loss to EHL, EIL, BICL or Preserve if a client or counterparty to a financial instrument is unable to pay in full amounts when due and arises from the Group's held-to-collect-and-sell investments, loans and receivables, cash and cash equivalents and financial liabilities at fair value through profit or loss.

The credit risk that the Group is exposed to relates only to investment of the assets. These assets are invested in investment grade government and corporate bonds or equivalent. The portfolio is well diversified so that there is a limited exposure to any one issue to 5% of assets rated A- or better and to 3% of assets rated BBB+ or lower. Exposure to Government and Supranational is not limited.

Investments are spread across a wide diversified range of instruments to reduce the credit risk exposure to any one counterparty. Non-rated investments are only held where such instruments are in liquid form and are assessed as being of investment grade. EIL has no experience of defaults on its investment portfolio.

#### 4. Liquidity risk

Liquidity risk arises if the Group is unable to realize investments and other assets in order to settle financial and claim obligations when they fall due or that the Group would have to incur excessive cost to do so.

The insurance companies' claims portfolios are largely not active and the expense profile is very clear, and therefore the liquidity risk is low. EIL, BICL or Preserve are not complex businesses and are all focused on run-off only. Claims activity can be accurately forecast several months ahead so that all the liquidity needs can be proactively managed as they arise.

As the operating costs are managed through outsource agreements with Quest, Artex or Robus and JSS , EHL and the insurance entities have clear visibility on the upcoming operating costs under fixed quarterly fee arrangements.

In the unlikely event of short-term liquidity issue, the investment portfolio is highly liquid and could be converted to cash at short notice with minimal additional cost.

#### 5. Operational risk

Operational risk is the risk of losses due to deficiencies or errors in processes and systems, whereas business risk is the risk of losses due to external factors such as the market situation or government regulations. The Board of each insurance company monitors the operational risk by monitoring the business systems, including the use of outsourced functions and promptly responding to any identified deficiencies. The Board reviews the situation periodically and considers that the benefits significantly outweigh the disadvantages in outsourcing its primary functions.

#### 6. Risk concentration

There are no material risk concentrations. The legacy portfolios are a diverse portfolio of international insurance and reinsurance risks so there is no concentration risk in underwriting activities either within one insurer or across the insurance Group as a whole.

The investment portfolio is spread across a range of investments so there is no risk concentration risk associated with investments.

#### 7. Risk mitigation

In addition to the techniques used to mitigate risks described above, the use of Quest's expertise in London is used to validate claims and commute risks where this can be achieved on terms acceptable to EIL, BICL or Preserve. The Group is always looking to add additional legacy portfolios particularly where such portfolios help reduce and diversify the legacy exposure across other classes of business.

On the investments side, the board of each insurance company limits the investment of assets as described above and limits investments to highly rated or equivalent investment grade



bonds. Further, each insurer currency matches liabilities with investment of assets in the same currency (in particular USD where much of the exposure lies). In this way both market risk and credit risk are mitigated as far as possible. Preserve's claims liabilities are predominately GBP as is the reinsurance asset and a certain amount of GBP funds are held to mitigate the GBP claims exposure.

## 8. Stress testing and sensitivity analysis

Sensitivity and stress testing reported in this section refers to EHL Group. Tests presented in this section were based on assets and liabilities as at 31 December 2020.

Using SII standard formula, a number of tests to assess the impact on available capital in stress event scenarios have been performed. The stress tests performed attempt to capture the key risks identified to EHL Group, by considering the particular asset and liability elements of each subsidiary company, and by design, stress a worst-case scenario. The stress tests and the results of stress testing are shown below by category.

Table 7 Sensitivity and stress testing at 31 December 2021. USD, in thousands.

Scenario	SCR	MCR	SII excess of assets over liabilities	SCR Coverage
<b>Base line</b> (actual Dec-20)	5,829	4,338	23,319	402%
<b>Underwriting risk - Reserve risk</b>	7,197	4,338	15,240	220%
<b>Market risk - Investment shocks</b>				
- interest rate > 100 bps	5,794	4,338	22,715	392%
- interest rate < 100 bps	5,850	4,338	23,955	410%
- collective investment < 20%	5,672	4,338	22,807	402%
<b>Counterparty risk</b>				
- credit rating 1 step downgrade	6,300	4,338	23,319	370%
- credit rating 2 steps downgrade	6,901	4,338	23,319	338%
<b>Severe scenario</b>	7,579	4,338	15,240	201%

A more detailed description of the various stress tests and observations on the impact of those tests follows:

- Reserving Risk Test.** A stress test whereby non-life long tail (EIL) technical provisions increase by 50%, non-life short tail (EIL, BICL and Preserve) technical provisions increase by 25% and non-life ATE (EIL) technical provisions increase by 100%. Additionally, for Preserve, an increase in inflation to 5% was also modelled on Life technical provisions. The combined effect of applying these changes to technical provisions in this test results in the greatest reduction in SCR coverage of all stress tests performed, albeit for the severe test, as noted below. EHL's SCR coverage reduces to 220% from 401%.

- **Market Risk, Investment Shocks.** Two types of tests were performed on the investments of EIL and BICL (Preserve held only cash as at 31 December 2020), a first one assuming interest rate shocks and a second one assuming a decrease in the value of collective investments.
  - Interest rate shocks – Two tests were carried out, one to evaluate the impact on the investments of an increase of 100 bps of the interest rate and one to assess the impact of a 100 bps decrease of the interest rate. Results show that only in the event of an increased interest rate does EHL’s SCR coverage reduce.
  - Collective investments value decrease - A test whereby the value of EIL’s investments in hedge funds decrease by 20%. This test results in an increase to SCR coverage despite a loss to the asset base, a consequence of the change in large SCR charge applied to the collective investment in the first instance.
  
- **Counterparty Risk - Credit Default.** Two tests were performed. A stress test where all debt securities experience a 1 notch downgrade was performed and a stress test where all debt securities experience 2 notches downgrade. We note that the likelihood of these events happening to all of EHL’s investments at the same time is extremely remote. The most extreme of these two tests, reduces the SCR coverage from 401% to 392%.
  
- **Severe Scenario.** A severe scenario stress test was carried out assuming that the weakening of general economic conditions would cause a loss in the investments comparable to the stress test Investment default and a deterioration of the credit rating of the counterparties of the company. In this context, the company is advised of a large claim which is modelled as having an effect comparable to the entire Reserving risk test presented above. This scenario, deemed very extreme, shows that EILFlow will remain profitable and solvent with SCR coverage modelled to reduce to 201%.
  
- **Currency Stress.** the exposure to foreign currencies fluctuations no longer represents a material risk for the business. For this reason, a sensitivity test on the currency risk has not been considered necessary.

Given the proportionally large excess of assets above SCR, the SCR coverage remains well above 200% in all stress testing scenarios presented.

## 9. Other material risks

Brexit has been a cause of uncertainty. The company is located in Gibraltar which left the European Union at the same time as the United Kingdom in January 2020. Whilst no changes to the Group’s current operations are foreseen, it is anticipated that post-Brexit it may become more difficult to acquire further books of run-off business by portfolio transfer from insurers in the European Union.

Following the development of a significant number of cases of the Coronavirus (“Covid-19”) across the world, a public health emergency of international concern was declared in January 2020. This resulted in national governments implementing a number of stringent measures including city lockdowns and closure of non- essential stores and workplaces to contain the

growth of the pandemic. The development of Covid-19 during the first quarter of 2020 did impact the Group. However, given that the Group's insurance portfolios are in run-off, the Directors assessed that the impact was limited. The main impact was on the progress made on certain claims as a result of Covid. This is due to delays in medical appointments and to the Court timetables. The directors consider that there will be no impact on the assessment of IBNR. The Company's Board and management team can continue to carry out their duties while the business continuity plans for the outsource service providers has ensured continuity of these services.

## D. Valuation for solvency purposes

The 2019 financial statements of EHL and EIL were prepared in accordance with International Financial Reporting Standards, as adopted for use in the European Union, including International Accounting Standards ("IAS") and interpretations (collectively "IFRS") issued by the International Accounting Standards Board ("IASB").

The 2019 financial statements of BICL and Preserve were prepared in accordance with Gibraltar Financial Reporting Standards ("GFRS").

To ensure compatibility within the EHL Group, the respective Boards have resolved to adopt GFRS accounting policies across the entire group, and have discussed this with the Gibraltar Financial Services Commission and with the Group's auditors, RSM Audit Gibraltar.

The financial statements for the year ended 31 December 2020 for each insurance entity will be prepared in accordance with the Financial Services (Insurance Companies) Regulations 2020 and the Financial Services (Insurance Companies: Accounts Directive) Regulations 2020, both of which came into force on 15th January 2020.

### 1. Assets

The material assets held are fixed income investments in tradable securities and these are all held at market value. The only other assets are cash deposits and a very small amount of reinsurance.

- 1.1 Cash and equivalents – Cash and cash equivalents consist of deposits in banks and short-term investments with original maturities of three months or less. Included within cash at bank are margin accounts which represent margin deposits held in respect of open exchange-traded futures contracts. They are valued at their book value.
- 1.2 Held-to-collect-and-sell investments – Non-derivative financial assets are classified as held-to-collect-and-sell and comprise investments in equity instruments and debt securities, including the Company's investment in a private company. These instruments are carried at fair value.
- 1.3 Loans and receivables – These assets are non-derivative financial assets resulting from the delivery of cash or other assets by a lender to a borrower in return for a promise to repay on a specified date or dates, or on demand. They are initially recognised at fair value plus transaction

costs that are directly attributable to their acquisition or issue and subsequently carried at amortised cost, using the effective interest rate method, less any impairment losses.

## 2. Technical provisions

- 2.1 Generally, provision is made for the estimated unpaid amounts of losses and loss expenses arising from incidents reported to the company during the year, together with a provision for losses incurred but not yet reported (IBNR). The IBNR is based on past experience using the latest available information and management best estimates of the probable number and nature of claims arising from incidents not yet reported. The methods of making such estimates and the resulting reserves established are continually reviewed and updated. Any adjustments resulting therefrom are reflected in earnings in the year in which they became known and such adjustments could be material.
- 2.2 EIL acts as an insurer and reinsurer of companies which are subject to claims arising from environmental property damage and the clean-up of toxic waste disposal sites. In a large number of instances, the company has been advised that a potential for claims against the insured exists, but the insured and reinsured are only partly in a position to quantify the amounts involved. There are various potential interpretations of the coverage provided by the underlying contracts. In addition, it is probable that all insured claims have not yet been reported. As a result, the potential exposure to loss varies significantly over a wide range of values.
- 2.3 Adjustments have been made to transit from GAAP accounts to Solvency II ("SII") best estimate technical provisions.

The SII Best Estimate represents a probability-weighted average of future cash flows, discounted using the EIOPA risk-free interest rate term structure. The probability weights were based on the Towers Watson actuarial estimates for the main portfolio in EIL and shorter tail management estimates in respect of all other business.

The loss data underlying the calculation of insurance reserves as reported in the financial statements of each insurance entity is the same as that used to calculate the technical provisions. Estimates of each insurance entity's aggregate technical provisions have been developed separately for loss reserves and the risk margin.

All three insurance entities are in run-off: no premium provision including any provision for Bound But Not Incepted (BBNI) business is required.

The allowance for Events Not In Data Set (ENIDs) is based on an explicit loading to the gross reserves for each entity. The loading is based on a benchmarking analysis.

The best estimate is calculated separately for cash flows in different currencies (Commission Delegated Regulation EU 2015/35, Art. 33) and discounted according to the relevant yield curve.

The best estimate of the net technical provisions includes a provision for unallocated loss adjustment expenses (ULAE). For Solvency II purposes, the total future anticipated expenses of EIL at \$1.855 million are included as provided in the independent actuarial review.

The risk margin was estimated based on projections of KPMG standard formula capital at future evaluation dates and a 6% cost of capital as prescribed by EIOPA.

Insurance and intermediaries' receivables not past-due are netted off the technical provisions for Solvency II purposes. Reinsurance receivables not past-due are reclassified as part of the reinsurance share of technical provisions for Solvency II purposes.

Insurance and Intermediaries payables not past-due form part of the Solvency II technical provisions. Reinsurance payables not past-due form part of the Solvency II technical provisions.

On the reinsurance recoverables, the net expected losses due to counterparty default were estimated using the simplification (Art. 61 Commission Delegated Regulation (EU) 2015/35) that allows the adjustment to be based on an estimate of the one-year probability of default multiplied by the duration of the recoverable. The one-year probability of default was taken from EIOPA guidelines but was also determined based on both a study performed by S&P on the probability of default of similarly-rated bonds and on management judgement.

A summary of reclassifications and adjustments of assets and liabilities relating to the technical provisions are reported below for each insurance entity. Due to the simple structure of the business, these adjustments provide the full reconciliation between GAAP and Solvency II accounts.

Table 8 – EIL. Summary of transition from GAAP to Solvency II items as at 31 December 2020 and 2019: a reconciliation. USD, in thousands.

2020	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	54	-	(1)	53
Insurance and intermediaries receivables	-	-	-	-
Reinsurance receivables	-	-	-	-
Other assets	28,878	-	0	28,878
<b>Total Assets</b>	<b>28,932</b>	<b>-</b>	<b>(1)</b>	<b>28,931</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	8,746	14	423	9,183
Risk margin	-	-	442	442
Insurance & intermediaries payables	299	(14)	-	285
Reinsurance payables	-	-	-	-
Other liabilities	284	-	-	284
<b>Total Liabilities</b>	<b>9,329</b>	<b>-</b>	<b>865</b>	<b>10,194</b>
<b>Net assets/Own Funds</b>	<b>19,603</b>	<b>-</b>	<b>(866)</b>	<b>18,737</b>

2019	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	54	-	(1)	53
Insurance and intermediaries receivables	-	-	-	-
Reinsurance receivables	-	-	-	-
Other assets	33,228	-	-	33,228
<b>Total Assets</b>	<b>33,282</b>	<b>-</b>	<b>(1)</b>	<b>33,281</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	9,417	77	(114)	9,380
Risk margin	-	-	420	420
Insurance & intermediaries payables	-	-	-	-
Reinsurance payables	77	- 77	-	-
Other liabilities	3,263	-	-	3,263
<b>Total Liabilities</b>	<b>12,757</b>	<b>-</b>	<b>306</b>	<b>13,063</b>
<b>Net assets/Own Funds</b>	<b>20,525</b>	<b>-</b>	<b>(307)</b>	<b>20,218</b>

Table 9 – BICL. Summary of transition from GAAP to Solvency II items as at 31 December 2020 and 2019: a reconciliation. USD, in thousands.

2020	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	2,153	-	(7)	2,146
Insurance and intermediaries receivables	4	-	(4)	-
Prepayments	-	-	-	-
Other assets	6,929	-	-	6,929
<b>Total Assets</b>	<b>9,086</b>	<b>-</b>	<b>(11)</b>	<b>9,075</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	2,503	-	769	3,272
Risk margin	-	-	94	94
Insurance & intermediaries payables	-	-	-	-
Reinsurance payables	-	-	-	-
Other liabilities	39	-	-	39
<b>Total Liabilities</b>	<b>2,542</b>	<b>-</b>	<b>863</b>	<b>3,405</b>
<b>Net assets/Own Funds</b>	<b>6,544</b>	<b>-</b>	<b>(874)</b>	<b>5,670</b>

2019	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	2,875	-	(218)	2,657
Insurance and intermediaries receivables	-	-	-	-
Prepayments	14	-	(14)	-
Other assets	7,354	-	-	7,354
<b>Total Assets</b>	<b>10,243</b>	<b>-</b>	<b>(232)</b>	<b>10,011</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	3,645	-	1,134	4,779
Risk margin	-	-	176	176
Insurance & intermediaries payables	-	-	-	-
Reinsurance payables	-	-	-	-
Other liabilities	163	-	-	163
<b>Total Liabilities</b>	<b>3,808</b>	<b>-</b>	<b>1,310</b>	<b>5,118</b>
<b>Net assets/Own Funds</b>	<b>6,435</b>	<b>-</b>	<b>(1,542)</b>	<b>4,893</b>

Table 10 – Preserve. Summary of transition from GAAP to Solvency II items as at 31 December 2020 and 2019: a reconciliation. USD, in thousands.

2020	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	2,704	-	(480)	2,224
Insurance and intermediaries receivables	-	-	-	-
Prepayments	8	-	(8)	-
Other assets	8,730	-	-	8,730
<b>Total Assets</b>	<b>11,442</b>	<b>-</b>	<b>(488)</b>	<b>10,954</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	4,577	-	(421)	4,156
Risk margin	-	-	93	93
Insurance & intermediaries payables	-	-	-	-
Reinsurance payables	-	-	-	-
Other liabilities	164	-	-	164
<b>Total Liabilities</b>	<b>4,741</b>	<b>-</b>	<b>(328)</b>	<b>4,413</b>
<b>Net assets/Own Funds</b>	<b>6,701</b>	<b>-</b>	<b>(160)</b>	<b>6,541</b>

2019	Statutory accounts value	Reclassification for Solvency II purposes	Solvency II Valuation adjustment	Solvency II value
<b>Assets</b>				
Reinsurance recoverables (Non-life excluding health)	1,892	-	(711)	1,181
Insurance and intermediaries receivables	-	-	-	-
Prepayments	52	-	(7)	45
Other assets	9,475	-	-	9,475
<b>Total Assets</b>	<b>11,419</b>	<b>-</b>	<b>(718)</b>	<b>10,701</b>
<b>Liabilities</b>				
Technical provisions – non-life (excluding health)	4,097	-	(648)	3,449
Risk margin	-	-	206	206
Insurance & intermediaries payables	-	-	-	-
Other liabilities	149	-	-	149
<b>Total Liabilities</b>	<b>4,246</b>	<b>-</b>	<b>(442)</b>	<b>3,804</b>
<b>Net assets/Own Funds</b>	<b>7,173</b>	<b>-</b>	<b>(276)</b>	<b>6,897</b>

- 2.4 The SII net technical provisions were estimated at \$8.7 million, \$2.5 million and \$1.9 million for EIL, BICL and Preserve respectively as at 31.12.2020 (2019 – \$9.4 million, \$3.4 million and \$2.2 million). A comparison of the net technical provisions as per GAAP and as per SII is presented below.

Table 11A – EIL, BICL and Preserve. GAAP and Solvency II Net Technical Provisions as at 31 December 2020: a reconciliation. USD, in thousands.

	EIL	BICL	Preserve
<b>Net technical provisions</b>	<b>8,746</b>	<b>2,478</b>	<b>1,874</b>
Total items reclassified for SII	14	-	-
ULAE increase for SII	855	769	-
Provision for ENID's	128	2	-
PPO Valuation adjustment	-	-	31
Discounting	(559)	(2)	(44)
<b>Discounted technical provisions</b>	<b>9,184</b>	<b>3,247</b>	<b>1,861</b>
Risk Margin	442	165	167
<b>SII Net Technical Provisions</b>	<b>9,626</b>	<b>3,412</b>	<b>2,028</b>



Table 11B – EIL, BICL and Preserve. GAAP and Solvency II Net Technical Provisions as at 31 December 2019 a reconciliation. USD, in thousands.

	EIL	BICL	Preserve
<b>Net technical provisions</b>	<b>9,364</b>	<b>3,397</b>	<b>2,205</b>
Total items reclassified for SII	77	-	-
ULAE increase for SII	855	1,387	-
Provision for ENID's	134	-	-
PPO Valuation adjustment	-	-	64
Discounting	(1,101)	(56)	(159)
<b>Discounted technical provisions</b>	<b>9,329</b>	<b>4,733</b>	<b>2,110</b>
Risk Margin	420	208	364
<b>SII Net Technical Provisions</b>	<b>9,749</b>	<b>4,936</b>	<b>2,474</b>

2.5 The key areas of uncertainty associated with the value of technical provisions across the three regulated entities are as follows:

- Estimation of the Outstanding Loss Reserves (OLSR). The uncertainty is around the assessment of settling claims.
- Estimation of claims Incurred But Not Reported (IBNR). The uncertainty is due to the fact that the nature of the claims is not known at time of reserving.
- Estimation of Events Not In Data (ENIDs). The uncertainty lies in the fact that an estimation is made for events not observed.
- Run-off expenses provision. The estimation is inherently uncertain due to the evaluation of the base costs, inflation, period of the run-off.
- Risk margin. It is uncertain due to the requirement to forecast future solvency capital requirement over the period of a run-off.

2.6 The insurance entities have not applied the matching adjustment, volatility adjustment, transitional risk-free interest term structure or the transitional deduction in calculating their respective technical provisions.

2.7 The reinsurance contracts on the EIL 2016 portfolio transfer business and the Preserve Motor Business are excess of loss in nature, and provide coverage on the major losses that have impacted the reinsurance excess point. No other losses are projected to impact the reinsurance.

### 3. Other liabilities

3.1 As EIL, BICL and Preserve do not underwrite live business the liabilities are substantially claims reserves and ledger balances. Claims reserves for agreed valid claims are booked as reported and authorised by the respective claim director. IBNR reserves are based on the most recent external actuarial valuation where appropriate and approved by the actuarial function holder and are recorded at best estimates.

- 3.2 Expenses are substantially the quarterly fees of the two service contracts which are fixed contractual figures and hence there are very limited non-insurance assets or liabilities in the balance sheet.
- 3.3 No additional adjustments were required for Solvency II purposes other than to include accrued interest within the valuation of the bonds.

E. Capital Management

1. Own funds

- 1.1 The Group has a simple capital structure involving Share Capital, Share Premium account, Available for sale reserve and P&L reserves only for each company where applicable. The P&L and Available for sale reserves support the capital and SCR/MCR, and the P&L Reserves surplus above this is available for distribution subject to board and GFSC approval. The policy of each insurance entity is to review future capital needs and only seek release of surplus to the parent company once satisfied there is excess capital where there are no further investment opportunities.
- 1.2 For the purpose of calculating Group solvency, method 1 - default accounting consolidation-based method has been used (Article 199 of the Financial Services (Insurance Companies) Regulations 2020).

The eligible amount of own funds to cover the Solvency Capital Requirement and the Minimum Capital Requirement classified by Tier are detailed in the table below.

Table 12A –EHL and EIL. Solvency II Own funds classified by Tier, as at 31 December 2020 and 2019. Solvency II values in USD, in thousands.

Own fund items	Tier	EiFlow Holdings Limited		EiFlow Insurance Limited	
		2020	2019	2020	2019
Share capital	1	9,902	9,902	12,100	12,100
Share premium	1	-	-	-	-
Reconciliation reserve	1	13,417	11,250	6,637	8,118
Own Funds		23,319	21,152	18,737	20,218

Table 12B –BICL and Preserve. Solvency II Own funds classified by Tier, as at 31 December 2020 and 2019. Solvency II values in USD, in thousands.

Own fund items	Tier	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
		2020	2019	2020	2019
Share capital	1	11,214	11,214	8	8
Share premium	1	-	-	7,829	7,829
Reconciliation reserve	1	(5,544)	(6,321)	(1,296)	(940)
Own Funds		5,670	4,893	6,541	6,897

1.3 The transition from the statutory balance sheet to SII balance sheet generates small differences between the equity as shown in the financial statements and the excess of assets over liabilities calculated for Solvency II purposes. This difference is due to SII adjustments to the technical provisions and non-material adjustment to the assets. The adjustments are generated from the application of the EIOPA SII rules relating to the technical provisions.

## 2. Solvency capital requirement and Minimum capital requirement

2.1 The EHL group SCR as at 31 December 2020 was \$5.8 million (2019 - \$6.7 million) and the MCR was \$4.3 million (2019 - \$4.2 million). The SII Own funds to SCR ratio was 402% (2019 - 316%).

2.2 The amount of the Group's Solvency Capital Requirement split by risk resulting from the application of the standard formula is shown in Table below.

Table 13A – EHL and EIL. Solvency Capital Requirement classified by risk modules as at 31 December 2020 and 2019. USD, in thousands.

Risk modules	EiFlow Holdings Limited		EiFlow Insurance Limited	
	2020	2019	2020	2019
<b>Solvency Capital Requirement</b>	<b>5,829</b>	<b>6,692</b>	<b>6,393</b>	<b>6,592</b>
Operational Risk	450	281	276	281
<b>Basic Solvency Capital Requirement</b>	<b>5,379</b>	<b>6,410</b>	<b>6,117</b>	<b>6,311</b>
Diversification between UW, CDR and	(1,797)	(1,826)	(1,856)	(1,802)
<b>Market Risk post diversification</b>	<b>2,265</b>	<b>4,614</b>	<b>4,236</b>	<b>4,508</b>
Diversification between Market Risk	(507)	(900)	(943)	(771)
Interest rate risk	44	-	69	-
Equity risk	1,242	3,630	3,105	3,630
Property risk	96	-	-	-
Spread risk	1,001	741	747	741
Currency risk	218	1,079	1,246	845
Concentration risk	172	64	12	64
<b>Counterparty default risk</b>	<b>881</b>	<b>545</b>	<b>826</b>	<b>526</b>
<b>Non-Life underwriting risk post</b>	<b>3,737</b>	<b>3,078</b>	<b>2,911</b>	<b>3,078</b>
<b>Life underwriting risk post diversification</b>	<b>293</b>	-	-	-

Table 13B – BICL and Preserve. Solvency Capital Requirement classified by risk modules as at 31 December 2020 and 2019. USD, in thousands.

Risk modules	Beacon Insurance Company Limited		Preserve Insurance Company Limited	
	2020	2019	2020	2019
<b>Solvency Capital Requirement</b>	<b>1,373</b>	<b>2,825</b>	<b>1,111</b>	<b>1,189</b>
Operational Risk	97	152	77	62
<b>Basic Solvency Capital Requirement</b>	<b>1,276</b>	<b>2,674</b>	<b>1,034</b>	<b>1,127</b>
Diversification between UW, CDR and	(301)	(843)	(463)	(499)
<b>Market Risk post diversification</b>	<b>460</b>	<b>1,570</b>	<b>255</b>	<b>290</b>
Diversification between Market Risk	(251)	(50)	(104)	(65)
Interest rate risk	27	68	24	58
Equity risk	-	-	-	-
Property risk	96	-	-	-
Spread risk	266	-	-	-
Currency risk	206	1,552	109	14
Concentration risk	116	-	226	283
<b>Counterparty default risk</b>	<b>85</b>	<b>412</b>	<b>544</b>	<b>556</b>
<b>Non-Life underwriting risk post</b>	<b>1,032</b>	<b>1,534</b>	<b>405</b>	<b>498</b>
<b>Life underwriting risk post diversification</b>	<b>-</b>	<b>-</b>	<b>293</b>	<b>282</b>

2.3 A Simplification approach is used in the application of the Method 1 for the calculation of the risk margin. A provision for a counterparty risk (reinsurance bad debt) has been included within the technical provisions using the simplification allowed under the Art.61 of the Commission Delegated Regulation (EU) 2015/35. The risk mitigating effect has been calculated in accordance with Art. 111 of the Commission Delegated Regulation (EU) 2015/35 which allows for a simplified calculation of the risk mitigating effect itself.

2.4 There has been no use of undertaking specific parameters in the non-life underwriting risk calculation.

3. Use of the duration-based equity risk sub-module in the calculation of the Solvency Capital Requirement

This section is not applicable to the Group.

4. Differences between the standard formula and any internal model used

Capital and solvency requirements are computed and monitored using the standard model formula. Therefore, no additional information is reported in this section.

5. Non-compliance with the Minimum capital requirement and non-compliance with the Solvency capital requirement

At the end of the reporting period, the Group was compliant with the Minimum Margin and Solvency Capital Requirement and had surplus to meet and exceed the Solvency II requirements for all three regulated entities and the Group.

6. Any other information

The directors do not consider that further information should be disclosed for the Group in relation to the management of the capital.

## F. Appendices – Public QRTs

### 1. EHL Group Year End 2020

Table 14– EHL Group. S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>	<b>R0030</b>	
Intangible assets	<b>R0040</b>	
Deferred tax assets	<b>R0050</b>	
Pension benefit surplus	<b>R0060</b>	
Property, plant & equipment held for own use	<b>R0070</b>	24,702
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0080</b>	383
Property (other than for own use)	<b>R0090</b>	
Holdings in related undertakings, including participations	<b>R0100</b>	
Equities	<b>R0110</b>	
Equities - listed	<b>R0120</b>	
Equities - unlisted	<b>R0130</b>	21,199
Bonds	<b>R0140</b>	2,469
Government Bonds	<b>R0150</b>	18,730
Corporate Bonds	<b>R0160</b>	
Structured notes	<b>R0170</b>	
Collateralised securities	<b>R0180</b>	2,559
Collective Investments Undertakings	<b>R0190</b>	
Derivatives	<b>R0200</b>	562
Deposits other than cash equivalents	<b>R0210</b>	
Other investments	<b>R0220</b>	
Assets held for index-linked and unit-linked contracts	<b>R0230</b>	
Loans and mortgages	<b>R0240</b>	
Loans on policies	<b>R0250</b>	
Loans and mortgages to individuals	<b>R0260</b>	
Other loans and mortgages	<b>R0270</b>	5,269
Reinsurance recoverables from:	<b>R0280</b>	3,787
Non-life and health similar to non-life	<b>R0290</b>	3,787
Non-life excluding health	<b>R0300</b>	
Health similar to non-life	<b>R0310</b>	1,482
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0320</b>	
Health similar to life	<b>R0330</b>	1,482
Life excluding health and index-linked and unit-linked	<b>R0340</b>	
Life index-linked and unit-linked	<b>R0350</b>	
Deposits to cedants	<b>R0360</b>	
Insurance and intermediaries receivables	<b>R0370</b>	873
Reinsurance receivables	<b>R0380</b>	
Receivables (trade, not insurance)	<b>R0390</b>	
Own shares (held directly)	<b>R0400</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0410</b>	10,611
Cash and cash equivalents	<b>R0420</b>	29
Any other assets, not elsewhere shown	<b>R0500</b>	41,483
<b>Total assets</b>		

(continued) Table 14– EHL.Group. S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value
	C0010
<b>Liabilities</b>	
Technical provisions – non-life	<b>R0510</b> 15,592
Technical provisions – non-life (excluding health)	<b>R0520</b> 15,592
TP calculated as a whole	<b>R0530</b>
Best Estimate	<b>R0540</b> 14,718
Risk margin	<b>R0550</b> 874
Technical provisions - health (similar to non-life)	<b>R0560</b>
TP calculated as a whole	<b>R0570</b>
Best Estimate	<b>R0580</b>
Risk margin	<b>R0590</b>
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b> 1,791
Technical provisions - health (similar to life)	<b>R0610</b>
TP calculated as a whole	<b>R0620</b>
Best Estimate	<b>R0630</b>
Risk margin	<b>R0640</b>
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b> 1,791
TP calculated as a whole	<b>R0660</b>
Best Estimate	<b>R0670</b> 1,791
Risk margin	<b>R0680</b> 0
Technical provisions – index-linked and unit-linked	<b>R0690</b>
TP calculated as a whole	<b>R0700</b>
Best Estimate	<b>R0710</b>
Risk margin	<b>R0720</b>
Contingent liabilities	<b>R0740</b>
Provisions other than technical provisions	<b>R0750</b>
Pension benefit obligations	<b>R0760</b>
Deposits from reinsurers	<b>R0770</b>
Deferred tax liabilities	<b>R0780</b>
Derivatives	<b>R0790</b>
Debts owed to credit institutions	<b>R0800</b>
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>
Insurance & intermediaries payables	<b>R0820</b> 285
Reinsurance payables	<b>R0830</b>
Payables (trade, not insurance)	<b>R0840</b> 164
Subordinated liabilities	<b>R0850</b>
Subordinated liabilities not in BOF	<b>R0860</b>
Subordinated liabilities in BOF	<b>R0870</b>
Any other liabilities, not elsewhere shown	<b>R0880</b> 332
<b>Total liabilities</b>	<b>R0900</b> 18,164
<b>Excess of assets over liabilities</b>	<b>R1000</b> 23,319

Table 2 – EHL.Group. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2020. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)											Line of business for:				Total	
	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	Health	Casualty	Marine, aviation, transport		Property
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150		C0160
<b>Premiums written</b>																	
Gross - Direct Business	R0110								1,117								1,117
Gross - Proportional reinsurance accepted	R0120					34	-23										11
Gross - Non-proportional reinsurance accepted	R0130																
Reinsurers' share	R0140																
Net	R0200					34	-23		1,117								1,128
<b>Premiums earned</b>																	
Gross - Direct Business	R0210								1,117								1,117
Gross - Proportional reinsurance accepted	R0220					34	-24										11
Gross - Non-proportional reinsurance accepted	R0230																
Reinsurers' share	R0240																
Net	R0300					34	-24		1,117								1,128
<b>Claims incurred</b>																	
Gross - Direct Business	R0310					-610			499								-111
Gross - Proportional reinsurance accepted	R0320					-5	-165										-169
Gross - Non-proportional reinsurance accepted	R0330																
Reinsurers' share	R0340																
Net	R0400					-614	-165		499								-280
<b>Changes in other technical provisions</b>																	
Gross - Direct Business	R0410																
Gross - Proportional reinsurance accepted	R0420																
Gross - Non-proportional reinsurance accepted	R0430																
Reinsurers' share	R0440																
Net	R0500																
<b>Expenses incurred</b>	R0550					780	364		807								1,951
<b>Other expenses</b>	R1200																
<b>Total expenses</b>	R1300																1,951



Table 16 – EHL.Group. S.23.01.22 Own funds as at 31.12.2020. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector</b>					
Ordinary share capital (gross of own shares)	R0010	9,902	9,902		
Non-available called but not paid in ordinary share capital at group level	R0020				
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Non-available subordinated mutual member accounts at group level	R0060				
Surplus funds	R0070				
Non-available surplus funds at group level	R0080				
Preference shares	R0090				
Non-available preference shares at group level	R0100				
Share premium account related to preference shares	R0110				
Non-available share premium account related to preference shares at group level	R0120				
Reconciliation reserve	R0130	13,417	13,417		
Subordinated liabilities	R0140				
Non-available subordinated liabilities at group level	R0150				
An amount equal to the value of net deferred tax assets	R0160				
The amount equal to the value of net deferred tax assets not available at the group level	R0170				
Other items approved by supervisory authority as basic own funds not specified above	R0180				
Non available own funds related to other own funds items approved by supervisory authority	R0190				
Minority interests (if not reported as part of a specific own fund item)	R0200				
Non-available minority interests at group level	R0210				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in other financial undertakings, including non-regulated undertakings carrying out financial activities	R0230				
whereof deducted according to art 228 of the Directive 2009/138/EC	R0240				
Deductions for participations where there is non-availability of information (Article 229)	R0250				
Deduction for participations included by using D&A when a combination of methods is used	R0260				
Total of non-available own fund items	R0270				
<b>Total deductions</b>	R0280				
<b>Total basic own funds after deductions</b>	R0290	23,319	23,319		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Non available ancillary own funds at group level	R0380				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Own funds of other financial sectors</b>					
<b>Reconciliation reserve</b>					
Institutions for occupational retirement provision	R0410				
Non regulated entities carrying out financial activities	R0420				
Total own funds of other financial sectors	R0430				
<b>Own funds when using the D&amp;A, exclusively or in combination of method 1</b>					
Own funds aggregated when using the D&A and combination of method	R0450				
Own funds aggregated when using the D&A and a combination of method net of IGT	R0460				
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 )	R0520	23,319	23,319		
Total available own funds to meet the minimum consolidated group SCR	R0530	23,319	23,319		
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 )	R0560	23,319	23,319		
Total-eligible own funds to meet the minimum consolidated group SCR	R0570	23,319	23,319		
<b>Minimum consolidated Group SCR</b>	R0610	4,338			
<b>Ratio of Eligible own funds to Minimum Consolidated Group SCR</b>	R0650	537.58%			
<b>Total eligible own funds to meet the group SCR (including own funds from other financial sector and from the undertakings included via D&amp;A )</b>	R0660	23,319	23,319		
<b>Group SCR</b>	R0680	5,829			
<b>Ratio of Eligible own funds to group SCR including other financial sectors and the undertakings included via D&amp;A</b>	R0690	400.07%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	23,319			
Own shares (included as assets on the balance sheet)	R0710				
Forseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	9,902			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
Other non available own funds	R0750				
<b>Reconciliation reserve before deduction for participations in other financial sector</b>	R0760	13,417			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total EPIFP</b>	R0790				

Table 17 – EHL. Group S.25.01.22 Solvency Capital Requirement - for groups on Standard Formula as at 31.12.2020. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	2,264		
Counterparty default risk	881		
Life underwriting risk	293		
Health underwriting risk			
Non-life underwriting risk			
Diversification	3,737		
Intangible asset risk	-1,796		
<b>Basic Solvency Capital Requirement</b>	5,379		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk			
Loss-absorbing capacity of technical provisions			
Loss-absorbing capacity of deferred taxes			
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC			
<b>Solvency capital requirement excluding capital add-on</b>			
Capital add-on already set			
<b>Solvency capital requirement</b>			
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module			
Total amount of Notional Solvency Capital Requirements for remaining part			
Total amount of Notional Solvency Capital Requirements for ring fenced funds			
Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios			
Diversification effects due to RFF nSCR aggregation for article 304			
Minimum consolidated group solvency capital requirement			
<b>Information on other entities</b>			
Capital requirement for other financial sectors (Non-insurance capital requirements)			
Capital requirement for other financial sectors (Non-insurance capital requirements) - Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies			
Capital requirement for other financial sectors (Non-insurance capital requirements) - Institutions for occupational retirement provisions			
Capital requirement for other financial sectors (Non-insurance capital requirements) - Capital requirement for non-regulated entities carrying out financial activities			
Capital requirement for non-controlled participation requirements			
Capital requirement for residual undertakings			
<b>Overall SCR</b>			
SCR for undertakings included via D and A			
<b>Solvency capital requirement</b>			

	<b>C0100</b>
<b>R0130</b>	450
<b>R0140</b>	
<b>R0150</b>	
<b>R0160</b>	
<b>R0200</b>	5,829
<b>R0210</b>	
<b>R0220</b>	5,829
<b>R0400</b>	
<b>R0410</b>	
<b>R0420</b>	
<b>R0430</b>	
<b>R0440</b>	
<b>R0470</b>	4,338
<b>R0500</b>	
<b>R0510</b>	
<b>R0520</b>	
<b>R0530</b>	
<b>R0540</b>	
<b>R0550</b>	
<b>R0560</b>	
<b>R0570</b>	5,829

Table 18– EHL. S.32.01.22 Undertakings in the scope of the group as at 31.12.2020. Values in USD thousands.

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	Criteria of influence					Inclusion in the scope of group supervision		Group solvency calculation	
								% 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
								C0180	C0190	C0200	C0210	C0220	C0230	C0240	C0250	C0260
C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0180	C0190	C0200	C0210	C0220	C0230	C0240	C0250	C0260
GI	2138004TZV4IZXAZ694	LEI	EIFLOW INSURANCE LIMITED	2	limited by shares	2	Gibraltar Financial Services Commission	100.00%	100	100.00%		1	100.00%	1		1
GI	213800HU12V8LR7SFQ36	LEI	BEACON INSURANCE COMPANY LIMITED	2	limited by shares	2	Gibraltar Financial Services Commission	100.00%	100	100.00%		1	100.00%	1		1
GI	213800MY1PA2GWEPXG15	LEI	PRESERVE INSURANCE COMPANY LIMITED	2	limited by shares	2	Gibraltar Financial Services Commission	100.00%	100	100.00%		1	100.00%	1		1

## 2. EHL Group Year End 2019

Table 19 – EHL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>	<b>R0030</b>	
Intangible assets	<b>R0040</b>	
Deferred tax assets	<b>R0050</b>	
Pension benefit surplus	<b>R0060</b>	
Property, plant & equipment held for own use	<b>R0070</b>	30,029
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0080</b>	
Property (other than for own use)	<b>R0090</b>	
Holdings in related undertakings, including participations	<b>R0100</b>	7,183
Equities	<b>R0110</b>	
Equities - listed	<b>R0120</b>	7,183
Equities - unlisted	<b>R0130</b>	18,656
Bonds	<b>R0140</b>	1,008
Government Bonds	<b>R0150</b>	17,648
Corporate Bonds	<b>R0160</b>	
Structured notes	<b>R0170</b>	
Collateralised securities	<b>R0180</b>	4,189
Collective Investments Undertakings	<b>R0190</b>	
Derivatives	<b>R0200</b>	
Deposits other than cash equivalents	<b>R0210</b>	
Other investments	<b>R0220</b>	
Assets held for index-linked and unit-linked contracts	<b>R0230</b>	
Loans and mortgages	<b>R0240</b>	
Loans on policies	<b>R0250</b>	
Loans and mortgages to individuals	<b>R0260</b>	
Other loans and mortgages	<b>R0270</b>	52
Reinsurance recoverables from:	<b>R0280</b>	52
Non-life and health similar to non-life	<b>R0290</b>	52
Non-life excluding health	<b>R0300</b>	
Health similar to non-life	<b>R0310</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0320</b>	
Health similar to life	<b>R0330</b>	
Life excluding health and index-linked and unit-linked	<b>R0340</b>	
Life index-linked and unit-linked	<b>R0350</b>	
Deposits to cedants	<b>R0360</b>	
Insurance and intermediaries receivables	<b>R0370</b>	827
Reinsurance receivables	<b>R0380</b>	
Receivables (trade, not insurance)	<b>R0390</b>	
Own shares (held directly)	<b>R0400</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0410</b>	3,309
Cash and cash equivalents	<b>R0420</b>	
Any other assets, not elsewhere shown	<b>R0500</b>	34,217
<b>Total assets</b>		

(continued) Table 19 – EHL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	<b>Solvency II value</b>
	<b>C0010</b>
<b>Liabilities</b>	
Technical provisions – non-life	
Technical provisions – non-life (excluding health)	
TP calculated as a whole	
Best Estimate	9,802
Risk margin	
Technical provisions - health (similar to non-life)	
TP calculated as a whole	
Best Estimate	9,381
Risk margin	421
Technical provisions - life (excluding index-linked and unit-linked)	
Technical provisions - health (similar to life)	
TP calculated as a whole	
Best Estimate	
Risk margin	
Technical provisions – life (excluding health and index-linked and unit-linked)	
TP calculated as a whole	
Best Estimate	
Risk margin	
Technical provisions – index-linked and unit-linked	
TP calculated as a whole	
Best Estimate	
Risk margin	
Contingent liabilities	
Provisions other than technical provisions	
Pension benefit obligations	
Deposits from reinsurers	
Deferred tax liabilities	
Derivatives	1,798
Debts owed to credit institutions	
Financial liabilities other than debts owed to credit institutions	
Insurance & intermediaries payables	286
Reinsurance payables	
Payables (trade, not insurance)	
Subordinated liabilities	
Subordinated liabilities not in BOF	
Subordinated liabilities in BOF	
Any other liabilities, not elsewhere shown	1,178
<b>Total liabilities</b>	<b>13,065</b>
<b>Excess of assets over liabilities</b>	<b>21,152</b>

Table 20 – EHL. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2019. Values in USD thousands.

		Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)											Line of business for:				Total	
		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	Health	Casualty	Marine, aviation, transport		Property
		C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150		C0160
<b>Premiums written</b>																		
Gross - Direct Business	R0110																	
Gross - Proportional reinsurance accepted	R0120																	
Gross - <del>non-proportional reinsurance</del>	R0130																	
Reinsurers' share	R0140																	
Net	R0200																	
<b>Premiums earned</b>																		
Gross - Direct Business	R0210																	
Gross - Proportional reinsurance accepted	R0220																	
Gross - <del>non-proportional reinsurance</del>	R0230																	
Reinsurers' share	R0240																	
Net	R0300																	
<b>Claims incurred</b>																		
Gross - Direct Business	R0310						-252											-252
Gross - Proportional reinsurance accepted	R0320																	
Gross - <del>non-proportional reinsurance</del>	R0330																	
Reinsurers' share	R0340																	
Net	R0400						-252											-252
<b>Changes in other technical provisions</b>																		
Gross - Direct Business	R0410																	
Gross - Proportional reinsurance accepted	R0420																	
Gross - <del>non-proportional reinsurance</del>	R0430																	
Reinsurers' share	R0440																	
Net	R0500																	
<b>Expenses incurred</b>	R0550						1,227											1,227
<b>Other expenses</b>	R1200																	
<b>Total expenses</b>	R1300																	1,227

Table 21 – EHL. S.23.01.22 Own funds as at 31.12.2019. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector</b>					
Ordinary share capital (gross of own shares)	R0010	9,902	9,902		
Non-available called but not paid in ordinary share capital at group level	R0020				
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Non-available subordinated mutual member accounts at group level	R0060				
Surplus funds	R0070				
Non-available surplus funds at group level	R0080				
Preference shares	R0090				
Non-available preference shares at group level	R0100				
Share premium account related to preference shares	R0110				
Non-available share premium account related to preference shares at group level	R0120				
Reconciliation reserve	R0130	11,250	11,250		
Subordinated liabilities	R0140				
Non-available subordinated liabilities at group level	R0150				
An amount equal to the value of net deferred tax assets	R0160				
The amount equal to the value of net deferred tax assets not available at the group level	R0170				
Other items approved by supervisory authority as basic own funds not specified above	R0180				
Non available own funds related to other own funds items approved by supervisory authority	R0190				
Minority interests (if not reported as part of a specific own fund item)	R0200				
Non-available minority interests at group level	R0210				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in other financial undertakings, including non-regulated undertakings carrying out financial activities	R0230				
whereof deducted according to art 228 of the Directive 2009/138/EC	R0240				
Deductions for participations where there is non-availability of information (Article 229)	R0250				
Deduction for participations included by using D&A when a combination of methods is used	R0260				
Total of non-available own fund items	R0270				
<b>Total deductions</b>	R0280				
<b>Total basic own funds after deductions</b>	R0290	21,152	21,152		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual-type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Non available ancillary own funds at group level	R0380				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Own funds of other financial sectors</b>					
<b>Reconciliation reserve</b>					
Institutions for occupational retirement provision	R0410				
Non regulated entities carrying out financial activities	R0420				
Total own funds of other financial sectors	R0430				
<b>Own funds when using the D&amp;A, exclusively or in combination of method 1</b>					
Own funds aggregated when using the D&A and combination of method	R0450				
Own funds aggregated when using the D&A and a combination of method net of IGT	R0460				
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 )	R0520	21,152	21,152		
Total available own funds to meet the minimum consolidated group SCR	R0530	21,152	21,152		
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 )	R0560	21,152	21,152		
Total-eligible own funds to meet the minimum consolidated group SCR	R0570	21,152	21,152		
<b>Minimum consolidated Group SCR</b>	R0610	4,154			
<b>Ratio of Eligible own funds to Minimum Consolidated Group SCR</b>	R0650	509.20%			
<b>Total eligible own funds to meet the group SCR (including own funds from other financial sector and from the undertakings included via D&amp;A )</b>	R0660	21,152	21,152		
<b>Group SCR</b>	R0680	6,692			
<b>Ratio of Eligible own funds to group SCR including other financial sectors and the undertakings included via D&amp;A</b>	R0690	316.09%			
	<b>C0060</b>				
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	21,152			
Own shares (included as assets on the balance sheet)	R0710				
Forseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	9,902			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
Other non available own funds	R0750				
<b>Reconciliation reserve before deduction for participations in other financial sector</b>	R0760	11,250			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total EPIFP</b>	R0790				

Table 22– EHL. S.25.01.22 Solvency Capital Requirement - for groups on Standard Formula as at 31.12.2019. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	R0010 4,614		
Counterparty default risk	R0020 545		
Life underwriting risk	R0030		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050 3,078		
Diversification	R0060 -1,826		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	R0100 6,410		
	C0100		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130 281		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200 6,692		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220 6,692		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirements for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		
Minimum consolidated group solvency capital requirement	R0470 4,154		
<b>Information on other entities</b>			
Capital requirement for other financial sectors (Non-insurance capital requirements)	R0500		
Capital requirement for other financial sectors (Non-insurance capital requirements) - Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies	R0510		
Capital requirement for other financial sectors (Non-insurance capital requirements) - Institutions for occupational retirement provisions	R0520		
Capital requirement for other financial sectors (Non-insurance capital requirements) - Capital requirement for non-regulated entities carrying out financial activities	R0530		
Capital requirement for non-controlled participation requirements	R0540		
Capital requirement for residual undertakings	R0550		
<b>Overall SCR</b>			
SCR for undertakings included via D and A	R0560		
<b>Solvency capital requirement</b>	R0570 6,692		



Table 23– EHL. S.32.01.22 Undertakings in the scope of the group as at 31.12.2019. Values in USD thousands.

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	Criteria of influence					Inclusion in the scope of group supervision		Group solvency calculation	
								% 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
C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0180	C0190	C0200	C0210	C0220	C0230	C0240	C0250	C0260
GI	213800417ZV4IZXAZ694	LEI	OW INSURANCE LIM	2	limited by shares	2	ancial Services					1	100.00%	1		1

### 3. EIFlow Insurance Limited Year End 2020

Table 24 – EIL. S.02.01.02 Balance Sheet as at 31.12.2020 Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>	<b>R0030</b>	
Intangible assets	<b>R0040</b>	
Deferred tax assets	<b>R0050</b>	
Pension benefit surplus	<b>R0060</b>	
Property, plant & equipment held for own use	<b>R0070</b>	27,266
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0080</b>	
Property (other than for own use)	<b>R0090</b>	
Holdings in related undertakings, including participations	<b>R0100</b>	8,471
Equities	<b>R0110</b>	
Equities - listed	<b>R0120</b>	8,471
Equities - unlisted	<b>R0130</b>	16,236
Bonds	<b>R0140</b>	1,821
Government Bonds	<b>R0150</b>	14,415
Corporate Bonds	<b>R0160</b>	
Structured notes	<b>R0170</b>	
Collateralised securities	<b>R0180</b>	2,559
Collective Investments Undertakings	<b>R0190</b>	
Derivatives	<b>R0200</b>	
Deposits other than cash equivalents	<b>R0210</b>	
Other investments	<b>R0220</b>	
Assets held for index-linked and unit-linked contracts	<b>R0230</b>	
Loans and mortgages	<b>R0240</b>	
Loans on policies	<b>R0250</b>	
Loans and mortgages to individuals	<b>R0260</b>	
Other loans and mortgages	<b>R0270</b>	54
Reinsurance recoverables from:	<b>R0280</b>	54
Non-life and health similar to non-life	<b>R0290</b>	54
Non-life excluding health	<b>R0300</b>	
Health similar to non-life	<b>R0310</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0320</b>	
Health similar to life	<b>R0330</b>	
Life excluding health and index-linked and unit-linked	<b>R0340</b>	
Life index-linked and unit-linked	<b>R0350</b>	
Deposits to cedants	<b>R0360</b>	
Insurance and intermediaries receivables	<b>R0370</b>	827
Reinsurance receivables	<b>R0380</b>	
Receivables (trade, not insurance)	<b>R0390</b>	
Own shares (held directly)	<b>R0400</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0410</b>	755
Cash and cash equivalents	<b>R0420</b>	30
Any other assets, not elsewhere shown	<b>R0500</b>	28,932
<b>Total assets</b>		

(continued) Table 24– EIL. S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value	
		C0010
<b>Liabilities</b>		
Technical provisions – non-life	<b>R0510</b>	9,626
Technical provisions – non-life (excluding health)	<b>R0520</b>	9,626
TP calculated as a whole	<b>R0530</b>	
Best Estimate	<b>R0540</b>	9,183
Risk margin	<b>R0550</b>	442
Technical provisions - health (similar to non-life)	<b>R0560</b>	
TP calculated as a whole	<b>R0570</b>	
Best Estimate	<b>R0580</b>	
Risk margin	<b>R0590</b>	
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b>	
Technical provisions - health (similar to life)	<b>R0610</b>	
TP calculated as a whole	<b>R0620</b>	
Best Estimate	<b>R0630</b>	
Risk margin	<b>R0640</b>	
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b>	
TP calculated as a whole	<b>R0660</b>	
Best Estimate	<b>R0670</b>	
Risk margin	<b>R0680</b>	
Technical provisions – index-linked and unit-linked	<b>R0690</b>	
TP calculated as a whole	<b>R0700</b>	
Best Estimate	<b>R0710</b>	
Risk margin	<b>R0720</b>	
Contingent liabilities	<b>R0740</b>	
Provisions other than technical provisions	<b>R0750</b>	
Pension benefit obligations	<b>R0760</b>	
Deposits from reinsurers	<b>R0770</b>	
Deferred tax liabilities	<b>R0780</b>	
Derivatives	<b>R0790</b>	
Debts owed to credit institutions	<b>R0800</b>	
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>	
Insurance & intermediaries payables	<b>R0820</b>	285
Reinsurance payables	<b>R0830</b>	
Payables (trade, not insurance)	<b>R0840</b>	
Subordinated liabilities	<b>R0850</b>	
Subordinated liabilities not in BOF	<b>R0860</b>	
Subordinated liabilities in BOF	<b>R0870</b>	
Any other liabilities, not elsewhere shown	<b>R0880</b>	284
<b>Total liabilities</b>	<b>R0900</b>	10,195
<b>Excess of assets over liabilities</b>	<b>R1000</b>	18,737

Table 25 – EIL. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2020. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for:				Total	
	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	Health	Casualty	Marine, aviation, transport	Property		
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160		C0200
<b>Premiums written</b>																		
Gross - Direct Business	R0110									1,117								1,117
Gross - Proportional reinsurance accepted	R0120																	
Gross - Non-proportional reinsurance accepted	R0130																	
Reinsurers' share	R0140																	
Net	R0200									1,117								1,117
<b>Premiums earned</b>																		
Gross - Direct Business	R0210									1,117								1,117
Gross - Proportional reinsurance accepted	R0220																	
Gross - Non-proportional reinsurance accepted	R0230																	
Reinsurers' share	R0240																	
Net	R0300									1,117								1,117
<b>Claims incurred</b>																		
Gross - Direct Business	R0310						-610			499								-111
Gross - Proportional reinsurance accepted	R0320																	
Gross - Non-proportional reinsurance accepted	R0330																	
Reinsurers' share	R0340																	
Net	R0400						-610			499								-111
<b>Changes in other technical provisions</b>																		
Gross - Direct Business	R0410																	
Gross - Proportional reinsurance accepted	R0420																	
Gross - Non-proportional reinsurance accepted	R0430																	
Reinsurers' share	R0440																	
Net	R0500																	
<b>Expenses incurred</b>	R0550						1,465			101								1,565
<b>Other expenses</b>	R1200																	
<b>Total expenses</b>	R1300																	1,565

Table 26 – EIL. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2020. Values in USD thousands.

	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country	
		C0010	C0020	C0030	C0040	C0050		C0060
<b>R0010</b>								
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
<b>Premiums written</b>								
Gross - Direct Business	R0110	1,117						1,117
Gross - Proportional reinsurance accepted	R0120							
Gross - Non-proportional reinsurance accepted	R0130							
Reinsurers' share	R0140							
Net	R0200	1,117						1,117
<b>Premiums earned</b>								
Gross - Direct Business	R0210							
Gross - Proportional reinsurance accepted	R0220							
Gross - Non-proportional reinsurance accepted	R0230							
Reinsurers' share	R0240							
Net	R0300							
<b>Claims incurred</b>								
Gross - Direct Business	R0310	-111						-111
Gross - Proportional reinsurance accepted	R0320							
Gross - Non-proportional reinsurance accepted	R0330							
Reinsurers' share	R0340							
Net	R0400	-111						-111
<b>Changes in other technical provisions</b>								
Gross - Direct Business	R0410							
Gross - Proportional reinsurance accepted	R0420							
Gross - Non- proportional reinsurance accepted	R0430							
Reinsurers'share	R0440							
Net	R0500							
<b>Expenses incurred</b>	R0550	101						101
<b>Other expenses</b>	R1200							
<b>Total expenses</b>	R1300							101

Table 27 – EIL. S.17.01.02 Non-life technical provisions as at 31.12.2020. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole																	
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Premium Provisions																	
<b>Claims provisions</b>																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Claims Provisions																	
<b>Total Best estimate - gross</b>																	
<b>Total Best estimate - net</b>																	
<b>Risk margin</b>																	
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole																	
Best estimate																	
Risk margin																	
<b>Technical provisions - total</b>																	
Technical provisions - total																	
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total																	
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total																	

Table 28 – EIL. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2020. Values in USD thousands.

Accident year / Underwriting year **Z0020** Underwriting year [UWY]

**Gross Claims Paid (non-cumulative)**  
(absolute amount)

Year	Development year											In Current year	Sum of years (cumulative)			
	C0010	1	2	3	4	5	6	7	8	9	10 & +			C0170	C0180	
Prior	R0100												331	R0100	331	331
2011	R0160							81	719	94	157			R0160	157	1,051
2012	R0170					10	-249							R0170		-239
2013	R0180													R0180		
2014	R0190													R0190		
2015	R0200													R0200		
2016	R0210				88									R0210	88	88
2017	R0220			2										R0220	2	2
2018	R0230		6											R0230	6	6
2019	R0240													R0240		
2020	R0250													R0250		
<b>Total</b>													<b>R0260</b>	584	1,239	

**Gross undiscounted Best Estimate Claims Provisions**  
(absolute amount)

Year	Development year											Year end (discounted data)			
	C0200	1	2	3	4	5	6	7	8	9	10 & +		C0360		
Prior	R0100												9,052	R0100	8,493
2011	R0160						1,496	1,637	523	378	247			R0160	246
2012	R0170				136	15	5	5	3					R0170	3
2013	R0180													R0180	
2014	R0190													R0190	
2015	R0200													R0200	
2016	R0210													R0210	
2017	R0220			197										R0220	197
2018	R0230		129											R0230	129
2019	R0240	115												R0240	115
2020	R0250													R0250	
<b>Total</b>													<b>R0260</b>	9,183	

Table 29 – EIL. S.23.01.22 Own funds as at 31.12.2020. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	12,100	12,100		
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	6,637	6,637		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	18,737	18,737		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	18,737	18,737		
Total available own funds to meet the MCR	R0510	18,737	18,737		
Total eligible own funds to meet the SCR	R0540	18,737	18,737		
Total eligible own funds to meet the MCR	R0550	18,737	18,737		
<b>SCR</b>	R0580	6,393			
<b>MCR</b>	R0600	4,328			
<b>Ratio of Eligible own funds to SCR</b>	R0620	293,09%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	432,90%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	18,737			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	12,100			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	6,637			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				



Table 30 – EIL. S.25.01.21 Solvency Capital Requirement as at 31.12.2020. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	R0010 4,236		
Counterparty default risk	R0020 826		
Life underwriting risk	R0030		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050 2,911		
Diversification	R0060 -1,856		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	R0100 6,117		
	<b>C0100</b>		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130 276		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200 6,393		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220 6,393		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirement for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirement for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		
		Yes/No	
<b>Approach to tax rate</b>		<b>C0109</b>	
Approach based on average tax rate	R0590		
		LAC DT	
<b>Calculation of loss absorbing capacity of deferred taxes</b>		<b>C0130</b>	
LAC DT	R0640		
LAC DT justified by reversion of deferred tax liabilities	R0650		
LAC DT justified by reference to probable future taxable economic profit	R0660		
LAC DT justified by carry back, current year	R0670		
LAC DT justified by carry back, future years	R0680		
Maximum LAC DT	R0690		

Table 31 – EIL. S.28.01.22 Minimum Capital Requirement – Only life or non-life insurance or reinsurance activity as at 31.12.2020. Values in USD thousands.

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	<b>C0020</b>	<b>C0030</b>
Medical expense insurance and proportional reinsurance	<b>R0020</b>	
Income protection insurance and proportional reinsurance	<b>R0030</b>	
Workers' compensation insurance and proportional reinsurance	<b>R0040</b>	
Motor vehicle liability insurance and proportional reinsurance	<b>R0050</b>	
Other motor insurance and proportional reinsurance	<b>R0060</b>	
Marine, aviation and transport insurance and proportional reinsurance	<b>R0070</b>	8,689
Fire and other damage to property insurance and proportional reinsurance	<b>R0080</b>	
General liability insurance and proportional reinsurance	<b>R0090</b>	
Credit and suretyship insurance and proportional reinsurance	<b>R0100</b>	
Legal expenses insurance and proportional reinsurance	<b>R0110</b>	441
Assistance and proportional reinsurance	<b>R0120</b>	1,117
Miscellaneous financial loss insurance and proportional reinsurance	<b>R0130</b>	
Non-proportional health reinsurance	<b>R0140</b>	
Non-proportional casualty reinsurance	<b>R0150</b>	
Non-proportional marine, aviation and transport reinsurance	<b>R0160</b>	
Non-proportional property reinsurance	<b>R0170</b>	

**Linear formula component for life insurance and reinsurance obligations**

	<b>C0040</b>
MCR <sub>L</sub> Result	<b>R0200</b>

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	<b>C0050</b>	<b>C0060</b>
Obligations with profit participation - guaranteed benefits	<b>R0210</b>	
Obligations with profit participation - future discretionary benefits	<b>R0220</b>	
Index-linked and unit-linked insurance obligations	<b>R0230</b>	
Other life (re)insurance and health (re)insurance obligations	<b>R0240</b>	
Total capital at risk for all life (re)insurance obligations	<b>R0250</b>	

**Overall MCR calculation**

	<b>C0070</b>
Linear MCR	<b>R0300</b>
SCR	<b>R0310</b>
MCR cap	<b>R0320</b>
MCR floor	<b>R0330</b>
Combined MCR	<b>R0340</b>
Absolute floor of the MCR	<b>R0350</b>
	<b>C0070</b>
<b>Minimum Capital Requirement</b>	<b>R0400</b>

#### 4. EIFlow Insurance Limited Year End 2019

Table 32 – EIL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>		
Intangible assets	<b>R0030</b>	
Deferred tax assets	<b>R0040</b>	
Pension benefit surplus	<b>R0050</b>	
Property, plant & equipment held for own use	<b>R0060</b>	
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0070</b>	30,029
Property (other than for own use)	<b>R0080</b>	
Holdings in related undertakings, including participations	<b>R0090</b>	
Equities	<b>R0100</b>	7,183
Equities - listed	<b>R0110</b>	
Equities - unlisted	<b>R0120</b>	7,183
Bonds	<b>R0130</b>	18,656
Government Bonds	<b>R0140</b>	1,008
Corporate Bonds	<b>R0150</b>	17,648
Structured notes	<b>R0160</b>	
Collateralised securities	<b>R0170</b>	
Collective Investments Undertakings	<b>R0180</b>	4,189
Derivatives	<b>R0190</b>	
Deposits other than cash equivalents	<b>R0200</b>	
Other investments	<b>R0210</b>	
Assets held for index-linked and unit-linked contracts	<b>R0220</b>	
Loans and mortgages	<b>R0230</b>	
Loans on policies	<b>R0240</b>	
Loans and mortgages to individuals	<b>R0250</b>	
Other loans and mortgages	<b>R0260</b>	
Reinsurance recoverables from:	<b>R0270</b>	52
Non-life and health similar to non-life	<b>R0280</b>	52
Non-life excluding health	<b>R0290</b>	52
Health similar to non-life	<b>R0300</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0310</b>	
Health similar to life	<b>R0320</b>	
Life excluding health and index-linked and unit-linked	<b>R0330</b>	
Life index-linked and unit-linked	<b>R0340</b>	
Deposits to cedants	<b>R0350</b>	
Insurance and intermediaries receivables	<b>R0360</b>	
Reinsurance receivables	<b>R0370</b>	827
Receivables (trade, not insurance)	<b>R0380</b>	
Own shares (held directly)	<b>R0390</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0400</b>	
Cash and cash equivalents	<b>R0410</b>	2,373
Any other assets, not elsewhere shown	<b>R0420</b>	
<b>Total assets</b>	<b>R0500</b>	33,281

(continued) Table 32– EIL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value	
		C0010
<b>Liabilities</b>		
Technical provisions – non-life	<b>R0510</b>	9,801
Technical provisions – non-life (excluding health)	<b>R0520</b>	9,801
TP calculated as a whole	<b>R0530</b>	
Best Estimate	<b>R0540</b>	9,381
Risk margin	<b>R0550</b>	420
Technical provisions - health (similar to non-life)	<b>R0560</b>	
TP calculated as a whole	<b>R0570</b>	
Best Estimate	<b>R0580</b>	
Risk margin	<b>R0590</b>	
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b>	
Technical provisions - health (similar to life)	<b>R0610</b>	
TP calculated as a whole	<b>R0620</b>	
Best Estimate	<b>R0630</b>	
Risk margin	<b>R0640</b>	
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b>	
TP calculated as a whole	<b>R0660</b>	
Best Estimate	<b>R0670</b>	
Risk margin	<b>R0680</b>	
Technical provisions – index-linked and unit-linked	<b>R0690</b>	
TP calculated as a whole	<b>R0700</b>	
Best Estimate	<b>R0710</b>	
Risk margin	<b>R0720</b>	
Contingent liabilities	<b>R0740</b>	
Provisions other than technical provisions	<b>R0750</b>	
Pension benefit obligations	<b>R0760</b>	
Deposits from reinsurers	<b>R0770</b>	
Deferred tax liabilities	<b>R0780</b>	
Derivatives	<b>R0790</b>	1,798
Debts owed to credit institutions	<b>R0800</b>	
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>	
Insurance & intermediaries payables	<b>R0820</b>	286
Reinsurance payables	<b>R0830</b>	
Payables (trade, not insurance)	<b>R0840</b>	
Subordinated liabilities	<b>R0850</b>	
Subordinated liabilities not in BOF	<b>R0860</b>	
Subordinated liabilities in BOF	<b>R0870</b>	
Any other liabilities, not elsewhere shown	<b>R0880</b>	1,178
<b>Total liabilities</b>	<b>R0900</b>	13,063
<b>Excess of assets over liabilities</b>	<b>R1000</b>	20,218

Table 33 – EIL. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2019. Values in USD thousands.

		Line of Business for: <b>non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)</b>											Line of business for:				Total	
		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	Health	Casualty	Marine, aviation, transport		Property
		C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150		C0160
<b>Premiums written</b>																		
Gross - Direct Business	R0110																	
Gross - Proportional reinsurance accepted	R0120																	
Gross - Non-proportional reinsurance accepted	R0130																	
Reinsurers' share	R0140																	
Net	R0200																	
<b>Premiums earned</b>																		
Gross - Direct Business	R0210																	
Gross - Proportional reinsurance accepted	R0220																	
Gross - Non-proportional reinsurance accepted	R0230																	
Reinsurers' share	R0240																	
Net	R0300																	
<b>Claims incurred</b>																		
Gross - Direct Business	R0310						-252											-252
Gross - Proportional reinsurance accepted	R0320																	
Gross - Non-proportional reinsurance accepted	R0330																	
Reinsurers' share	R0340																	
Net	R0400						-252											-252
<b>Changes in other technical provisions</b>																		
Gross - Direct Business	R0410																	
Gross - Proportional reinsurance accepted	R0420																	
Gross - Non-proportional reinsurance accepted	R0430																	
Reinsurers' share	R0440																	
Net	R0500																	
<b>Expenses incurred</b>	R0550						1,208											1,208
<b>Other expenses</b>	R1200																	
<b>Total expenses</b>	R1300																	1,208

Table 34 – EIL. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2019. Values in USD thousands.

	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country	
		C0010	C0020	C0030	C0040	C0050		C0060
<b>R0010</b>								
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
<b>Premiums written</b>								
Gross - Direct Business	<b>R0110</b>							
Gross - Proportional reinsurance accepted	<b>R0120</b>							
Gross - Non-proportional reinsurance accepted	<b>R0130</b>							
Reinsurers' share	<b>R0140</b>							
Net	<b>R0200</b>							
<b>Premiums earned</b>								
Gross - Direct Business	<b>R0210</b>							
Gross - Proportional reinsurance accepted	<b>R0220</b>							
Gross - Non-proportional reinsurance accepted	<b>R0230</b>							
Reinsurers' share	<b>R0240</b>							
Net	<b>R0300</b>							
<b>Claims incurred</b>								
Gross - Direct Business	<b>R0310</b>	-252					-252	
Gross - Proportional reinsurance accepted	<b>R0320</b>							
Gross - Non-proportional reinsurance accepted	<b>R0330</b>							
Reinsurers' share	<b>R0340</b>							
Net	<b>R0400</b>	-252					-252	
<b>Changes in other technical provisions</b>								
Gross - Direct Business	<b>R0410</b>							
Gross - Proportional reinsurance accepted	<b>R0420</b>							
Gross - Non- proportional reinsurance accepted	<b>R0430</b>							
Reinsurers' share	<b>R0440</b>							
Net	<b>R0500</b>							
<b>Expenses incurred</b>	<b>R0550</b>							
<b>Other expenses</b>	<b>R1200</b>							
<b>Total expenses</b>	<b>R1300</b>							

Table 35 – EIL. S.17.01.02 Non-life technical provisions as at 31.12.2019. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole	R0010																
	R0050																
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross	R0060																
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	R0140																
Net Best Estimate of Premium Provisions	R0150																
<b>Claims provisions</b>																	
Gross	R0160						9,381										9,381
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	R0240						52										52
Net Best Estimate of Claims Provisions	R0250						9,329										9,329
<b>Total Best estimate - gross</b>	R0260						9,381										9,381
<b>Total Best estimate - net</b>	R0270						9,329										9,329
<b>Risk margin</b>	R0280						420										420
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole	R0290																
Best estimate	R0300																
Risk margin	R0310																
<b>Technical provisions - total</b>																	
Technical provisions - total	R0320						9,801										9,801
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total	R0330						52										52
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total	R0340						9,749										9,749

Table 36 – EIL. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2019. Values in USD thousands.

Year	Development year										In Current year	Sum of years (cumulative)		
	C0010	1	2	3	4	5	6	7	8	9			10 & +	C0170
Prior	R0100											-94	R0100	-94
2010	R0160							65	3	-142		R0160	-142	
2011	R0170						81	719	94		R0170	94		
2012	R0180					10	-249				R0180	-239		
2013	R0190										R0190			
2014	R0200										R0200			
2015	R0210										R0210			
2016	R0220										R0220			
2017	R0230										R0230			
2018	R0240										R0240			
2019	R0250										R0250			
	<b>Total</b>										<b>R0260</b>	-142	488	

**Gross undiscounted Best Estimate Claims Provisions**  
(absolute amount)

Year	Development year										Year end (discounted data)			
	C0200	1	2	3	4	5	6	7	8	9		10 & +	C0360	
Prior	R0100											9,615	R0100	8,527
2010	R0160						905	560	548	486		R0160	477	
2011	R0170					1,496	1,637	523	378		R0170	371		
2012	R0180				136	15	5	5				R0180	5	
2013	R0190										R0190			
2014	R0200										R0200			
2015	R0210										R0210			
2016	R0220										R0220			
2017	R0230										R0230			
2018	R0240										R0240			
2019	R0250										R0250			
	<b>Total</b>										<b>R0260</b>	9,381		



Table 37 – EIL. S.23.01.22 Own funds as at 31.12.2019. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	12,100	12,100		
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	8,118	8,118		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	20,218	20,218		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	20,218	20,218		
Total available own funds to meet the MCR	R0510	20,218	20,218		
Total eligible own funds to meet the SCR	R0540	20,218	20,218		
Total eligible own funds to meet the MCR	R0550	20,218	20,218		
<b>SCR</b>	R0580	6,592			
<b>MCR</b>	R0600	4,154			
<b>Ratio of Eligible own funds to SCR</b>	R0620	306.70%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	486.70%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	20,218			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	12,100			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	8,118			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				

Table 38 – EIL. S.25.01.21 Solvency Capital Requirement as at 31.12.2019. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	R0010 4,508		
Counterparty default risk	R0020 526		
Life underwriting risk	R0030		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050 3,078		
Diversification	R0060 -1,802		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	R0100 6,311		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130 C0100 281		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200 6,592		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220 6,592		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirement for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirement for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		
<b>Approach to tax rate</b>		Yes/No	
Approach based on average tax rate	R0590	C0109	
<b>Calculation of loss absorbing capacity of deferred taxes</b>		LAC DT	
LAC DT	R0640	C0130	
LAC DT justified by reversion of deferred tax liabilities	R0650		
LAC DT justified by reference to probable future taxable economic profit	R0660		
LAC DT justified by carry back, current year	R0670		
LAC DT justified by carry back, future years	R0680		
Maximum LAC DT	R0690		

Table 39 – EIL. S.28.01.22 Minimum Capital Requirement – Only life or non-life insurance or reinsurance activity as at 31.12.2019. Values in USD thousands.

**Linear formula component for non-life insurance and reinsurance obligations**

MCR <sub>NL</sub> Result	C0010		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	R0010	961		
Medical expense insurance and proportional reinsurance	R0020			
Income protection insurance and proportional reinsurance	R0030			
Workers' compensation insurance and proportional reinsurance	R0040			
Motor vehicle liability insurance and proportional reinsurance	R0050			
Other motor insurance and proportional reinsurance	R0060			
Marine, aviation and transport insurance and proportional reinsurance	R0070		9,329	
Fire and other damage to property insurance and proportional reinsurance	R0080			
General liability insurance and proportional reinsurance	R0090			
Credit and suretyship insurance and proportional reinsurance	R0100			
Legal expenses insurance and proportional reinsurance	R0110			
Assistance and proportional reinsurance	R0120			
Miscellaneous financial loss insurance and proportional reinsurance	R0130			
Non-proportional health reinsurance	R0140			
Non-proportional casualty reinsurance	R0150			
Non-proportional marine, aviation and transport reinsurance	R0160			
Non-proportional property reinsurance	R0170			

**Linear formula component for life insurance and reinsurance obligations**

MCR <sub>L</sub> Result	C0040		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	R0200			
Obligations with profit participation - guaranteed benefits	R0210			
Obligations with profit participation - future discretionary benefits	R0220			
Index-linked and unit-linked insurance obligations	R0230			
Other life (re)insurance and health (re)insurance obligations	R0240			
Total capital at risk for all life (re)insurance obligations	R0250			

**Overall MCR calculation**

	C0070	
Linear MCR	R0300	961
SCR	R0310	6,592
MCR cap	R0320	2,966
MCR floor	R0330	1,648
Combined MCR	R0340	1,648
Absolute floor of the MCR	R0350	4,154
		C0070
<b>Minimum Capital Requirement</b>	R0400	4,154

## 5. Beacon Insurance Company Limited Year End 2020

Table 40 – BICL S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value	
		C0010
<b>Assets</b>		
Intangible assets	<b>R0030</b>	
Deferred tax assets	<b>R0040</b>	
Pension benefit surplus	<b>R0050</b>	
Property, plant & equipment held for own use	<b>R0060</b>	
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0070</b>	5,907
Property (other than for own use)	<b>R0080</b>	383
Holdings in related undertakings, including participations	<b>R0090</b>	
Equities	<b>R0100</b>	
Equities - listed	<b>R0110</b>	
Equities - unlisted	<b>R0120</b>	
Bonds	<b>R0130</b>	4,963
Government Bonds	<b>R0140</b>	648
Corporate Bonds	<b>R0150</b>	4,315
Structured notes	<b>R0160</b>	
Collateralised securities	<b>R0170</b>	
Collective Investments Undertakings	<b>R0180</b>	
Derivatives	<b>R0190</b>	
Deposits other than cash equivalents	<b>R0200</b>	562
Other investments	<b>R0210</b>	
Assets held for index-linked and unit-linked contracts	<b>R0220</b>	
Loans and mortgages	<b>R0230</b>	
Loans on policies	<b>R0240</b>	
Loans and mortgages to individuals	<b>R0250</b>	
Other loans and mortgages	<b>R0260</b>	
Reinsurance recoverables from:	<b>R0270</b>	2,960
Non-life and health similar to non-life	<b>R0280</b>	2,960
Non-life excluding health	<b>R0290</b>	2,960
Health similar to non-life	<b>R0300</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0310</b>	
Health similar to life	<b>R0320</b>	
Life excluding health and index-linked and unit-linked	<b>R0330</b>	
Life index-linked and unit-linked	<b>R0340</b>	
Deposits to cedants	<b>R0350</b>	
Insurance and intermediaries receivables	<b>R0360</b>	
Reinsurance receivables	<b>R0370</b>	
Receivables (trade, not insurance)	<b>R0380</b>	
Own shares (held directly)	<b>R0390</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0400</b>	
Cash and cash equivalents	<b>R0410</b>	207
Any other assets, not elsewhere shown	<b>R0420</b>	
<b>Total assets</b>	<b>R0500</b>	9,075

(Continued) Table 40 – BICL S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value
	C0010
<b>Liabilities</b>	
Technical provisions – non-life	<b>R0510</b> 3,366
Technical provisions – non-life (excluding health)	<b>R0520</b> 3,366
TP calculated as a whole	<b>R0530</b>
Best Estimate	<b>R0540</b> 3,272
Risk margin	<b>R0550</b> 94
Technical provisions - health (similar to non-life)	<b>R0560</b>
TP calculated as a whole	<b>R0570</b>
Best Estimate	<b>R0580</b>
Risk margin	<b>R0590</b>
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b>
Technical provisions - health (similar to life)	<b>R0610</b>
TP calculated as a whole	<b>R0620</b>
Best Estimate	<b>R0630</b>
Risk margin	<b>R0640</b>
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b>
TP calculated as a whole	<b>R0660</b>
Best Estimate	<b>R0670</b>
Risk margin	<b>R0680</b>
Technical provisions – index-linked and unit-linked	<b>R0690</b>
TP calculated as a whole	<b>R0700</b>
Best Estimate	<b>R0710</b>
Risk margin	<b>R0720</b>
Contingent liabilities	<b>R0740</b>
Provisions other than technical provisions	<b>R0750</b>
Pension benefit obligations	<b>R0760</b>
Deposits from reinsurers	<b>R0770</b>
Deferred tax liabilities	<b>R0780</b>
Derivatives	<b>R0790</b>
Debts owed to credit institutions	<b>R0800</b>
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>
Insurance & intermediaries payables	<b>R0820</b>
Reinsurance payables	<b>R0830</b>
Payables (trade, not insurance)	<b>R0840</b> 38
Subordinated liabilities	<b>R0850</b>
Subordinated liabilities not in BOF	<b>R0860</b>
Subordinated liabilities in BOF	<b>R0870</b>
Any other liabilities, not elsewhere shown	<b>R0880</b> 1
<b>Total liabilities</b>	<b>R0900</b> 3,405
<b>Excess of assets over liabilities</b>	<b>R1000</b> 5,670

Table 41 – BICL. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2020. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for:				Total
	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	Health	Casualty	Marine, aviation, transport	Property	
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	
<b>Premiums written</b>																	
Gross - Direct Business	R0110																
Gross - Proportional reinsurance accepted	R0120					545	1,209										9
Gross - Non-proportional reinsurance accepted	R0130																
Reinsurers' share	R0140																
Net	R0200					545	1,209										9
<b>Premiums earned</b>																	
Gross - Direct Business	R0210																
Gross - Proportional reinsurance accepted	R0220					544	1,210										9
Gross - Non-proportional reinsurance accepted	R0230																
Reinsurers' share	R0240																
Net	R0300					544	1,210										9
<b>Claims incurred</b>																	
Gross - Direct Business	R0310																
Gross - Proportional reinsurance accepted	R0320					310	967										-103
Gross - Non-proportional reinsurance accepted	R0330																
Reinsurers' share	R0340																
Net	R0400					310	967										-103
<b>Changes in other technical provisions</b>																	
Gross - Direct Business	R0410				57												-40
Gross - Proportional reinsurance accepted	R0420																
Gross - Non-proportional reinsurance accepted	R0430																
Reinsurers' share	R0440																
Net	R0500				57												-40
<b>Expenses incurred</b>	R0550					248	551										347
<b>Other expenses</b>	R1200																
<b>Total expenses</b>	R1300																347

Table 42 – BICL. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2020. Values in USD thousands.

	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country	
		C0010	C0020	C0030	C0040	C0050	C0060	C0070
	<b>R0010</b>		DE	CH				
		<b>C0080</b>	<b>C0090</b>	<b>C0100</b>	<b>C0110</b>	<b>C0120</b>	<b>C0130</b>	<b>C0140</b>
<b>Premiums written</b>								
Gross - Direct Business	<b>R0110</b>							
Gross - Proportional reinsurance accepted	<b>R0120</b>		0					0
Gross - Non-proportional reinsurance accepted	<b>R0130</b>							
Reinsurers' share	<b>R0140</b>							
Net	<b>R0200</b>		0					0
<b>Premiums earned</b>								
Gross - Direct Business	<b>R0210</b>							
Gross - Proportional reinsurance accepted	<b>R0220</b>		0					0
Gross - Non-proportional reinsurance accepted	<b>R0230</b>							
Reinsurers' share	<b>R0240</b>							
Net	<b>R0300</b>		0					0
<b>Claims incurred</b>								
Gross - Direct Business	<b>R0310</b>							
Gross - Proportional reinsurance accepted	<b>R0320</b>		-102					-102
Gross - Non-proportional reinsurance accepted	<b>R0330</b>							
Reinsurers' share	<b>R0340</b>							
Net	<b>R0400</b>		-102					-102
<b>Changes in other technical provisions</b>								
Gross - Direct Business	<b>R0410</b>			-40				-40
Gross - Proportional reinsurance accepted	<b>R0420</b>							
Gross - Non- proportional reinsurance accepted	<b>R0430</b>							
Reinsurers' share	<b>R0440</b>							
Net	<b>R0500</b>			-40				-40
<b>Expenses incurred</b>	<b>R0550</b>		347					347
<b>Other expenses</b>	<b>R1200</b>							
<b>Total expenses</b>	<b>R1300</b>							347

Table 43 – BICL. S.17.01.02 Non-life technical provisions as at 31.12.2020. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole																	
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Premium Provisions																	
<b>Claims provisions</b>																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default					293	1,371	1,607										3,272
Net Best Estimate of Claims Provisions						1,364	1,596										2,960
<b>Total Best estimate - gross</b>					293	7	11										311
<b>Total Best estimate - net</b>					293	293	7	11									311
<b>Risk margin</b>					8	39	46										94
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole																	
Best estimate																	
Risk margin																	
<b>Technical provisions - total</b>																	
Technical provisions - total					302	1,410	1,654										3,366
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total						1,364	1,596										2,960
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total					302	46	57										405



Table 44 – BICL. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2020. Values in USD thousands.

**Gross Claims Paid (non-cumulative)**  
(absolute amount)

Year	Development year											In Current year	Sum of years (cumulative)	
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110			C0170
Prior	R0100											R0100		
2011	R0160											R0160		
2012	R0170											R0170		
2013	R0180											R0180		
2014	R0190	71	158	47	11							R0190	287	
2015	R0200	77	173	250	84							R0200	584	
2016	R0210	133	250	164	99							R0210	646	
2017	R0220	240	475	210	87							R0220	87	
2018	R0230	175	707	220								R0230	220	
2019	R0240	104	448									R0240	448	
2020	R0250											R0250		
<b>Total</b>												R0260	755	4,185

**Gross undiscounted Best Estimate Claims Provisions**  
(absolute amount)

Year	Development year											Year end (discounted data)	
	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300		C0360
Prior	R0100											R0100	
2011	R0160											R0160	
2012	R0170											R0170	
2013	R0180											R0180	
2014	R0190				197	5	5	6				R0190	
2015	R0200			470	208							R0200	
2016	R0210		755	451	226							R0210	
2017	R0220	1,217	896	474	193							R0220	266
2018	R0230	1,461	1,140	729								R0230	1,005
2019	R0240	1,179	1,239									R0240	2,001
2020	R0250											R0250	
<b>Total</b>												R0260	3,272

Table 45 – BICL. S.23.01.22 Own funds as at 31.12.2020. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	11,214	11,214		
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	-5,544	-5,544		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	5,670	5,670		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	5,670	5,670		
Total available own funds to meet the MCR	R0510	5,670	5,670		
Total eligible own funds to meet the SCR	R0540	5,670	5,670		
Total eligible own funds to meet the MCR	R0550	5,670	5,670		
<b>SCR</b>	R0580	1,142			
<b>MCR</b>	R0600	4,328			
<b>Ratio of Eligible own funds to SCR</b>	R0620	496.36%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	131.00%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	5,670			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	11,214			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	-5,544			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				





## 6. Beacon Insurance Company Limited Year End 2019

Table 48 – BICL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>		
Intangible assets	<b>R0030</b>	
Deferred tax assets	<b>R0040</b>	
Pension benefit surplus	<b>R0050</b>	
Property, plant & equipment held for own use	<b>R0060</b>	
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0070</b>	554
Property (other than for own use)	<b>R0080</b>	
Holdings in related undertakings, including participations	<b>R0090</b>	
Equities	<b>R0100</b>	
Equities - listed	<b>R0110</b>	
Equities - unlisted	<b>R0120</b>	
Bonds	<b>R0130</b>	
Government Bonds	<b>R0140</b>	
Corporate Bonds	<b>R0150</b>	
Structured notes	<b>R0160</b>	
Collateralised securities	<b>R0170</b>	
Collective Investments Undertakings	<b>R0180</b>	
Derivatives	<b>R0190</b>	
Deposits other than cash equivalents	<b>R0200</b>	554
Other investments	<b>R0210</b>	
Assets held for index-linked and unit-linked contracts	<b>R0220</b>	
Loans and mortgages	<b>R0230</b>	
Loans on policies	<b>R0240</b>	
Loans and mortgages to individuals	<b>R0250</b>	
Other loans and mortgages	<b>R0260</b>	
Reinsurance recoverables from:	<b>R0270</b>	5,888
Non-life and health similar to non-life	<b>R0280</b>	5,888
Non-life excluding health	<b>R0290</b>	5,888
Health similar to non-life	<b>R0300</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0310</b>	
Health similar to life	<b>R0320</b>	
Life excluding health and index-linked and unit-linked	<b>R0330</b>	
Life index-linked and unit-linked	<b>R0340</b>	
Deposits to cedants	<b>R0350</b>	
Insurance and intermediaries receivables	<b>R0360</b>	
Reinsurance receivables	<b>R0370</b>	
Receivables (trade, not insurance)	<b>R0380</b>	
Own shares (held directly)	<b>R0390</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0400</b>	
Cash and cash equivalents	<b>R0410</b>	3,549
Any other assets, not elsewhere shown	<b>R0420</b>	18
<b>Total assets</b>	<b>R0500</b>	10,009

(continued) Table 48– BICL. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value
	C0010
<b>Liabilities</b>	
Technical provisions – non-life	<b>R0510</b> 4,954
Technical provisions – non-life (excluding health)	<b>R0520</b> 4,954
TP calculated as a whole	<b>R0530</b>
Best Estimate	<b>R0540</b> 4,778
Risk margin	<b>R0550</b> 176
Technical provisions - health (similar to non-life)	<b>R0560</b>
TP calculated as a whole	<b>R0570</b>
Best Estimate	<b>R0580</b>
Risk margin	<b>R0590</b>
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b>
Technical provisions - health (similar to life)	<b>R0610</b>
TP calculated as a whole	<b>R0620</b>
Best Estimate	<b>R0630</b>
Risk margin	<b>R0640</b>
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b>
TP calculated as a whole	<b>R0660</b>
Best Estimate	<b>R0670</b>
Risk margin	<b>R0680</b>
Technical provisions – index-linked and unit-linked	<b>R0690</b>
TP calculated as a whole	<b>R0700</b>
Best Estimate	<b>R0710</b>
Risk margin	<b>R0720</b>
Contingent liabilities	<b>R0740</b>
Provisions other than technical provisions	<b>R0750</b>
Pension benefit obligations	<b>R0760</b>
Deposits from reinsurers	<b>R0770</b>
Deferred tax liabilities	<b>R0780</b>
Derivatives	<b>R0790</b>
Debts owed to credit institutions	<b>R0800</b>
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>
Insurance & intermediaries payables	<b>R0820</b>
Reinsurance payables	<b>R0830</b>
Payables (trade, not insurance)	<b>R0840</b> 164
Subordinated liabilities	<b>R0850</b>
Subordinated liabilities not in BOF	<b>R0860</b>
Subordinated liabilities in BOF	<b>R0870</b>
Any other liabilities, not elsewhere shown	<b>R0880</b>
<b>Total liabilities</b>	<b>R0900</b> 5,118
<b>Excess of assets over liabilities</b>	<b>R1000</b> 4,891

Table 49 – BICL. S.05.01.02 Premiums, claims and expenses by line of business as at 31.12.2019. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for:				Total
	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	Health	Casualty	Marine, aviation, transport	Property	
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	
<b>Premiums written</b>																	
Gross - Direct Business	R0110																
Gross - Proportional reinsurance accepted	R0120					545	1,209										
Gross - Non-proportional reinsurance accepted	R0130																
Reinsurers' share	R0140																
Net	R0200					545	1,209										9
<b>Premiums earned</b>																	
Gross - Direct Business	R0210																
Gross - Proportional reinsurance accepted	R0220					544	1,210										9
Gross - Non-proportional reinsurance accepted	R0230																
Reinsurers' share	R0240																
Net	R0300					544	1,210										9
<b>Claims incurred</b>																	
Gross - Direct Business	R0310																
Gross - Proportional reinsurance accepted	R0320					310	967										-103
Gross - Non-proportional reinsurance accepted	R0330																
Reinsurers' share	R0340																
Net	R0400					310	967										-103
<b>Changes in other technical provisions</b>																	
Gross - Direct Business	R0410				57												-40
Gross - Proportional reinsurance accepted	R0420																
Gross - Non-proportional reinsurance accepted	R0430																
Reinsurers' share	R0440																
Net	R0500				57												-40
<b>Expenses incurred</b>	R0550					248	551										347
<b>Other expenses</b>	R1200																
<b>Total expenses</b>	R1300																347

Table 50 – BICL. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2019. Values in USD thousands.

	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country	
		C0010	C0020	C0030	C0040	C0050	C0060	C0070
R0010		DE	CH					
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
<b>Premiums written</b>								
Gross - Direct Business	R0110							
Gross - Proportional reinsurance accepted	R0120	1,754					1,754	
Gross - Non-proportional reinsurance accepted	R0130							
Reinsurers' share	R0140							
Net	R0200	1,754					1,754	
<b>Premiums earned</b>								
Gross - Direct Business	R0210							
Gross - Proportional reinsurance accepted	R0220	1,276					1,276	
Gross - Non-proportional reinsurance accepted	R0230							
Reinsurers' share	R0240							
Net	R0300	1,276					1,276	
<b>Claims incurred</b>								
Gross - Direct Business	R0310							
Gross - Proportional reinsurance accepted	R0320	1,276					1,276	
Gross - Non-proportional reinsurance accepted	R0330							
Reinsurers' share	R0340							
Net	R0400	1,276					1,276	
<b>Changes in other technical provisions</b>								
Gross - Direct Business	R0410		57				57	
Gross - Proportional reinsurance accepted	R0420							
Gross - Non- proportional reinsurance accepted	R0430							
Reinsurers' share	R0440							
Net	R0500		57				57	
<b>Expenses incurred</b>	R0550	800					800	
<b>Other expenses</b>	R1200							
<b>Total expenses</b>	R1300						800	



Table 51 – BICL. S.17.01.02 Non-life technical provisions as at 31.12.2019. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole																	
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Premium Provisions																	
<b>Claims provisions</b>																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Claims Provisions																	
<b>Total Best estimate - gross</b>																	
<b>Total Best estimate - net</b>																	
<b>Risk margin</b>																	
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole																	
Best estimate																	
Risk margin																	
<b>Technical provisions - total</b>																	
Technical provisions - total																	
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total																	
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total																	

Table 52 – BICL. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2019. Values in USD thousands.

<b>Gross Claims Paid (non-cumulative)</b> (absolute amount)													
Year	Development year											In Current year C0170	Sum of years (cumulative) C0180
	C0010	1 C0020	2 C0030	3 C0040	4 C0050	5 C0060	6 C0070	7 C0080	8 C0090	9 C0100	10 & + C0110		
Prior	R0100											R0100	
2010	R0160											R0160	
2011	R0170											R0170	
2012	R0180											R0180	
2013	R0190											R0190	
2014	R0200	71	158	47	11							R0200	287
2015	R0210	76	174	250	84							R0210	584
2016	R0220	133	250	165	99							R0220	99
2017	R0230	240	475	211								R0230	211
2018	R0240	176	708									R0240	708
2019	R0250	104										R0250	104
<b>Total</b>											R0260	1,122	3,432

<b>Gross undiscounted Best Estimate Claims Provisions</b> (absolute amount)													
Year	Development year											Year end (discounted data) C0360	
	C0200	1 C0210	2 C0220	3 C0230	4 C0240	5 C0250	6 C0260	7 C0270	8 C0280	9 C0290	10 & + C0300		
Prior	R0100											R0100	
2010	R0160											R0160	
2011	R0170											R0170	
2012	R0180											R0180	
2013	R0190											R0190	
2014	R0200				85	6	6					R0200	1,816
2015	R0210			470	207							R0210	
2016	R0220		755	452	225							R0220	222
2017	R0230	1,217	896	474								R0230	465
2018	R0240	1,461	1,140									R0240	1,118
2019	R0250	1,180										R0250	1,157
<b>Total</b>											R0260	4,778	

Table 53 – BICL. S.23.01.22 Own funds as at 31.12.2019. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	11,214	11,214		
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	-6,321	-6,321		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	4,893	4,893		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	4,893	4,893		
Total available own funds to meet the MCR	R0510	4,893	4,893		
Total eligible own funds to meet the SCR	R0540	4,893	4,893		
Total eligible own funds to meet the MCR	R0550	4,893	4,893		
<b>SCR</b>	R0580	2,295			
<b>MCR</b>	R0600	4,149			
<b>Ratio of Eligible own funds to SCR</b>	R0620	213.20%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	117.93%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	4,893			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	11,214			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	-6,321			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				

Table 54 – BICL. S.25.01.21 Solvency Capital Requirement as at 31.12.2019. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	R0010 1,237		
Counterparty default risk	R0020 385		
Life underwriting risk	R0030		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050 1,219		
Diversification	R0060 -690		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	<b>R0100 2,151</b>		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130 144		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200 2,295		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220 2,295		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirement for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirement for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		
<b>Approach to tax rate</b>		Yes/No	
Approach based on average tax rate	R0590	C0109	
<b>Calculation of loss absorbing capacity of deferred taxes</b>		LAC DT	
LAC DT	R0640	C0130	
LAC DT justified by reversion of deferred tax liabilities	R0650		
LAC DT justified by reference to probable future taxable economic profit	R0660		
LAC DT justified by carry back, current year	R0670		
LAC DT justified by carry back, future years	R0680		
Maximum LAC DT	R0690		

Table 55 – BICL. S.28.01.22 Minimum Capital Requirement – Only life or non-life insurance or reinsurance activity as at 31.12.2019. Values in USD thousands.

MCR <sub>NL</sub> Result	C0010		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	R0010	303		
Medical expense insurance and proportional reinsurance				
Income protection insurance and proportional reinsurance				
Workers' compensation insurance and proportional reinsurance				
Motor vehicle liability insurance and proportional reinsurance				
Other motor insurance and proportional reinsurance				
Marine, aviation and transport insurance and proportional reinsurance			1,816	
Fire and other damage to property insurance and proportional reinsurance				545
General liability insurance and proportional reinsurance				1,209
Credit and suretyship insurance and proportional reinsurance				
Legal expenses insurance and proportional reinsurance				
Assistance and proportional reinsurance				
Miscellaneous financial loss insurance and proportional reinsurance				
Non-proportional health reinsurance				
Non-proportional casualty reinsurance				
Non-proportional marine, aviation and transport reinsurance				
Non-proportional property reinsurance				

**Linear formula component for life insurance and reinsurance obligations**

MCR <sub>L</sub> Result	C0040		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	R0200			
Obligations with profit participation - guaranteed benefits				
Obligations with profit participation - future discretionary benefits				
Index-linked and unit-linked insurance obligations				
Other life (re)insurance and health (re)insurance obligations				
Total capital at risk for all life (re)insurance obligations				

**Overall MCR calculation**

	C0070
Linear MCR	R0300 303
SCR	R0310 2,295
MCR cap	R0320 1,032
MCR floor	R0330 573
Combined MCR	R0340 573
Absolute floor of the MCR	R0350 4,149
	C0070
<b>Minimum Capital Requirement</b>	R0400 4,149

## 7. Preserve Insurance Company Limited Year End 2020

Table 56 – Preserve. S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value
	C0010
<b>Assets</b>	
Intangible assets	<b>R0030</b>
Deferred tax assets	<b>R0040</b>
Pension benefit surplus	<b>R0050</b>
Property, plant & equipment held for own use	<b>R0060</b>
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0070</b> 1,111
Property (other than for own use)	<b>R0080</b>
Holdings in related undertakings, including participations	<b>R0090</b>
Equities	<b>R0100</b>
Equities - listed	<b>R0110</b>
Equities - unlisted	<b>R0120</b>
Bonds	<b>R0130</b>
Government Bonds	<b>R0140</b>
Corporate Bonds	<b>R0150</b>
Structured notes	<b>R0160</b>
Collateralised securities	<b>R0170</b>
Collective Investments Undertakings	<b>R0180</b>
Derivatives	<b>R0190</b>
Deposits other than cash equivalents	<b>R0200</b> 1,111
Other investments	<b>R0210</b>
Assets held for index-linked and unit-linked contracts	<b>R0220</b>
Loans and mortgages	<b>R0230</b>
Loans on policies	<b>R0240</b>
Loans and mortgages to individuals	<b>R0250</b>
Other loans and mortgages	<b>R0260</b>
Reinsurance recoverables from:	<b>R0270</b> 2,220
Non-life and health similar to non-life	<b>R0280</b> 771
Non-life excluding health	<b>R0290</b> 771
Health similar to non-life	<b>R0300</b>
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0310</b> 1,449
Health similar to life	<b>R0320</b>
Life excluding health and index-linked and unit-linked	<b>R0330</b> 1,449
Life index-linked and unit-linked	<b>R0340</b>
Deposits to cedants	<b>R0350</b>
Insurance and intermediaries receivables	<b>R0360</b> 0
Reinsurance receivables	<b>R0370</b> 47
Receivables (trade, not insurance)	<b>R0380</b>
Own shares (held directly)	<b>R0390</b>
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0400</b>
Cash and cash equivalents	<b>R0410</b> 7,577
Any other assets, not elsewhere shown	<b>R0420</b>
<b>Total assets</b>	<b>R0500</b> 10,954

(Continued) Table 56 – Preserve. S.02.01.02 Balance Sheet as at 31.12.2020. Values in USD thousands.

	Solvency II value	
		C0010
<b>Liabilities</b>		
Technical provisions – non-life	<b>R0510</b>	2,383
Technical provisions – non-life (excluding health)	<b>R0520</b>	2,383
TP calculated as a whole	<b>R0530</b>	
Best Estimate	<b>R0540</b>	2,290
Risk margin	<b>R0550</b>	93
Technical provisions - health (similar to non-life)	<b>R0560</b>	
TP calculated as a whole	<b>R0570</b>	
Best Estimate	<b>R0580</b>	
Risk margin	<b>R0590</b>	
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b>	1,865
Technical provisions - health (similar to life)	<b>R0610</b>	
TP calculated as a whole	<b>R0620</b>	
Best Estimate	<b>R0630</b>	
Risk margin	<b>R0640</b>	
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b>	1,865
TP calculated as a whole	<b>R0660</b>	
Best Estimate	<b>R0670</b>	1,793
Risk margin	<b>R0680</b>	73
Technical provisions – index-linked and unit-linked	<b>R0690</b>	
TP calculated as a whole	<b>R0700</b>	
Best Estimate	<b>R0710</b>	
Risk margin	<b>R0720</b>	
Contingent liabilities	<b>R0740</b>	
Provisions other than technical provisions	<b>R0750</b>	
Pension benefit obligations	<b>R0760</b>	
Deposits from reinsurers	<b>R0770</b>	
Deferred tax liabilities	<b>R0780</b>	
Derivatives	<b>R0790</b>	
Debts owed to credit institutions	<b>R0800</b>	
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>	
Insurance & intermediaries payables	<b>R0820</b>	
Reinsurance payables	<b>R0830</b>	
Payables (trade, not insurance)	<b>R0840</b>	164
Subordinated liabilities	<b>R0850</b>	
Subordinated liabilities not in BOF	<b>R0860</b>	
Subordinated liabilities in BOF	<b>R0870</b>	
Any other liabilities, not elsewhere shown	<b>R0880</b>	
<b>Total liabilities</b>	<b>R0900</b>	4,413
<b>Excess of assets over liabilities</b>	<b>R1000</b>	6,541

Table 57 – Preserve S.05.01. Premiums, claims and expenses by line of business as at 31.12.2020. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for:				Total
	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	Health	Casualty	Marine, aviation, transport	Property	
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	
<b>Premiums written</b>																	
Gross - Direct Business	R0110																
Gross - Proportional reinsurance accepted	R0120																
Gross - Non-proportional reinsurance accepted	R0130																
Reinsurers' share	R0140																
Net	R0200																
<b>Premiums earned</b>																	
Gross - Direct Business	R0210																
Gross - Proportional reinsurance accepted	R0220																
Gross - Non-proportional reinsurance accepted	R0230																
Reinsurers' share	R0240																
Net	R0300																
<b>Claims incurred</b>																	
Gross - Direct Business	R0310				947	13											960
Gross - Proportional reinsurance accepted	R0320																
Gross - Non-proportional reinsurance accepted	R0330																
Reinsurers' share	R0340				690	9											699
Net	R0400				257	3											261
<b>Changes in other technical provisions</b>																	
Gross - Direct Business	R0410																
Gross - Proportional reinsurance accepted	R0420																
Gross - Non- proportional reinsurance accepted	R0430																
Reinsurers' share	R0440																
Net	R0500																
<b>Expenses incurred</b>	R0550				224	3											227
<b>Other expenses</b>	R1200																
<b>Total expenses</b>	R1300																227



Table 58 – Preserve. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2020. Values in USD thousands.

		Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country
		C0010	C0020	C0030	C0040	C0050	C0060	C0070
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
<b>R0010</b>			GB					
<b>Premiums written</b>								
Gross - Direct Business	<b>R0110</b>							
Gross - Proportional reinsurance accepted	<b>R0120</b>							
Gross - Non-proportional reinsurance accepted	<b>R0130</b>							
Reinsurers' share	<b>R0140</b>							
Net	<b>R0200</b>							
<b>Premiums earned</b>								
Gross - Direct Business	<b>R0210</b>							
Gross - Proportional reinsurance accepted	<b>R0220</b>							
Gross - Non-proportional reinsurance accepted	<b>R0230</b>							
Reinsurers' share	<b>R0240</b>							
Net	<b>R0300</b>							
<b>Claims incurred</b>								
Gross - Direct Business	<b>R0310</b>		960					960
Gross - Proportional reinsurance accepted	<b>R0320</b>							
Gross - Non-proportional reinsurance accepted	<b>R0330</b>							
Reinsurers' share	<b>R0340</b>		699					699
Net	<b>R0400</b>		261					261
<b>Changes in other technical provisions</b>								
Gross - Direct Business	<b>R0410</b>							
Gross - Proportional reinsurance accepted	<b>R0420</b>							
Gross - Non- proportional reinsurance accepted	<b>R0430</b>							
Reinsurers'share	<b>R0440</b>							
Net	<b>R0500</b>							
<b>Expenses incurred</b>	<b>R0550</b>		227					227
<b>Other expenses</b>	<b>R1200</b>							
<b>Total expenses</b>	<b>R1300</b>							227

Table 59 – Preserve. S.12.01.02 Life and Health technical provisions as at 31.12.2020. Values in USD thousands.

	Insurance with profit participation	Index-linked and unit-linked insurance		Other life insurance			Annuities stemming from non-life insurance contracts and relating to insurance obligation other than health insurance obligations	Accepted reinsurance	Total (Life other than health insurance, incl. Unit-Linked)	Health insurance (direct business)			Annuities stemming from non-life insurance contracts and relating to health insurance obligations	Health reinsurance (reinsurance accepted)	Total (Health similar to life insurance)
		C0020	C0030	C0040	C0050	C0060				C0070	C0080	C0090			
<b>Technical provisions calculated as a whole</b>															
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole															
<b>Technical provisions calculated as a sum of BE and RM</b>															
<b>Best Estimate</b>															
<b>Gross Best Estimate</b>															
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default								1,793		1,793					
Best estimate minus recoverables from reinsurance/SPV and Finite Re - total								1,449		1,449					
<b>Risk Margin</b>								344		344					
<b>Amount of the transitional on Technical Provisions</b>								73		73					
Technical Provisions calculated as a whole															
Best estimate															
Risk margin															
<b>Technical provisions - total</b>								1,865		1,865					

Table 60 – Preserve. S.17.01.02 Non-life technical provisions as at 31.12.2020. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole																	
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Premium Provisions																	
<b>Claims provisions</b>																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Claims Provisions																	
<b>Total Best estimate - gross</b>																	
<b>Total Best estimate - net</b>																	
<b>Risk margin</b>																	
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole																	
Best estimate																	
Risk margin																	
<b>Technical provisions - total</b>																	
Technical provisions - total																	
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total																	
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total																	

Table 61 – Preserve. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2020. Values in USD thousands.

**Gross Claims Paid (non-cumulative)**  
(absolute amount)

Year	Development year											In Current year C0170	Sum of years (cumulative) C0180		
	C0010	1 C0020	2 C0030	3 C0040	4 C0050	5 C0060	6 C0070	7 C0080	8 C0090	9 C0100	10 & + C0110				
Prior	R0100												R0100		
2011	R0160	985	3,682	1,197	2,904	262	214	32	29	29	31		R0160	31	9,365
2012	R0170	2,421	5,092	1,635	1,090	571	121	146	4				R0170		11,081
2013	R0180	1,887	6,057	1,463	684	188	427	1,893	0				R0180	0	12,600
2014	R0190	3,063	6,355	1,894	617	447	566	601					R0190	601	13,542
2015	R0200	1,311	920	287	567	79	54						R0200	54	3,219
2016	R0210												R0210		
2017	R0220												R0220		
2018	R0230												R0230		
2019	R0240												R0240		
2020	R0250												R0250		
<b>Total</b>	<b>R0260</b>												<b>R0260</b>	<b>686</b>	<b>49,806</b>

**Gross undiscounted Best Estimate Claims Provisions**  
(absolute amount)

Year	Development year											Year end (discounted data) C0360	
	C0200	1 C0210	2 C0220	3 C0230	4 C0240	5 C0250	6 C0260	7 C0270	8 C0280	9 C0290	10 & + C0300		
Prior	R0100											R0100	
2011	R0160								1,369	1,110		R0160	1,109
2012	R0170											R0170	
2013	R0180						13	9				R0180	9
2014	R0190					477	1,135					R0190	1,135
2015	R0200				40	38						R0200	38
2016	R0210											R0210	
2017	R0220											R0220	
2018	R0230											R0230	
2019	R0240											R0240	
2020	R0250											R0250	
<b>Total</b>	<b>R0260</b>											<b>R0260</b>	<b>2,290</b>

Table 62 – Preserve. S.23.01.11 Own Funds as at 31.12.2020. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	8	8		
Share premium account related to ordinary share capital	R0030	7,829	7,829		
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	-1,296	-1,296		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	6,541	6,541		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	6,541	6,541		
Total available own funds to meet the MCR	R0510	6,541	6,541		
Total eligible own funds to meet the SCR	R0540	6,541	6,541		
Total eligible own funds to meet the MCR	R0550	6,541	6,541		
<b>SCR</b>	R0580	1,095			
<b>MCR</b>	R0600	4,328			
<b>Ratio of Eligible own funds to SCR</b>	R0620	597.21%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	151.12%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	6,541			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	7,837			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	-1,296			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				

Table 63 – Preserve. S.25.01.21 Solvency Capital Requirement as at 31.12.2020. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
Market risk	R0010 256		
Counterparty default risk	R0020 547		
Life underwriting risk	R0030 252		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050 406		
Diversification	R0060 -442		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	R0100 1,018		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130 77		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200 1,095		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220 1,095		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirement for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirement for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		
<b>Approach to tax rate</b>		Yes/No	
Approach based on average tax rate	R0590	C0109	3 - Not applicable as LAC DT is not used (in this case R0600 to R0690 are not applicable)
<b>Calculation of loss absorbing capacity of deferred taxes</b>		LAC DT	
LAC DT	R0640	C0130	
LAC DT justified by reversion of deferred tax liabilities	R0650		
LAC DT justified by reference to probable future taxable economic profit	R0660		
LAC DT justified by carry back, current year	R0670		
LAC DT justified by carry back, future years	R0680		
Maximum LAC DT	R0690		

Table 64 – Preserve. S.28.01.22 Minimum Capital Requirement – Only life or non-life insurance or reinsurance activity as at 31.12.2020. Values in USD thousands.

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	<b>C0020</b>	<b>C0030</b>
Medical expense insurance and proportional reinsurance	<b>R0020</b>	
Income protection insurance and proportional reinsurance	<b>R0030</b>	
Workers' compensation insurance and proportional reinsurance	<b>R0040</b>	
Motor vehicle liability insurance and proportional reinsurance	<b>R0050</b>	1,489
Other motor insurance and proportional reinsurance	<b>R0060</b>	30
Marine, aviation and transport insurance and proportional reinsurance	<b>R0070</b>	
Fire and other damage to property insurance and proportional reinsurance	<b>R0080</b>	
General liability insurance and proportional reinsurance	<b>R0090</b>	
Credit and suretyship insurance and proportional reinsurance	<b>R0100</b>	
Legal expenses insurance and proportional reinsurance	<b>R0110</b>	
Assistance and proportional reinsurance	<b>R0120</b>	
Miscellaneous financial loss insurance and proportional reinsurance	<b>R0130</b>	
Non-proportional health reinsurance	<b>R0140</b>	
Non-proportional casualty reinsurance	<b>R0150</b>	
Non-proportional marine, aviation and transport reinsurance	<b>R0160</b>	
Non-proportional property reinsurance	<b>R0170</b>	

**Linear formula component for life insurance and reinsurance obligations**

	<b>C0040</b>
MCR <sub>L</sub> Result	<b>R0200</b> 7

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	<b>C0050</b>	<b>C0060</b>
Obligations with profit participation - guaranteed benefits	<b>R0210</b>	
Obligations with profit participation - future discretionary benefits	<b>R0220</b>	
Index-linked and unit-linked insurance obligations	<b>R0230</b>	
Other life (re)insurance and health (re)insurance obligations	<b>R0240</b>	344
Total capital at risk for all life (re)insurance obligations	<b>R0250</b>	

**Overall MCR calculation**

	<b>C0070</b>
Linear MCR	<b>R0300</b> 136
SCR	<b>R0310</b> 1,095
MCR cap	<b>R0320</b> 493
MCR floor	<b>R0330</b> 274
Combined MCR	<b>R0340</b> 274
Absolute floor of the MCR	<b>R0350</b> 4,328
	<b>C0070</b>
<b>Minimum Capital Requirement</b>	<b>R0400</b> 4,328

## 8. Preserve Insurance Company Limited Year End 2019

Table 65 – Preserve. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value	
	C0010	
<b>Assets</b>		
Intangible assets	<b>R0030</b>	
Deferred tax assets	<b>R0040</b>	
Pension benefit surplus	<b>R0050</b>	
Property, plant & equipment held for own use	<b>R0060</b>	
Investments (other than assets held for index-linked and unit-linked contracts)	<b>R0070</b>	
Property (other than for own use)	<b>R0080</b>	
Holdings in related undertakings, including participations	<b>R0090</b>	
Equities	<b>R0100</b>	
Equities - listed	<b>R0110</b>	
Equities - unlisted	<b>R0120</b>	
Bonds	<b>R0130</b>	
Government Bonds	<b>R0140</b>	
Corporate Bonds	<b>R0150</b>	
Structured notes	<b>R0160</b>	
Collateralised securities	<b>R0170</b>	
Collective Investments Undertakings	<b>R0180</b>	
Derivatives	<b>R0190</b>	
Deposits other than cash equivalents	<b>R0200</b>	
Other investments	<b>R0210</b>	
Assets held for index-linked and unit-linked contracts	<b>R0220</b>	
Loans and mortgages	<b>R0230</b>	
Loans on policies	<b>R0240</b>	
Loans and mortgages to individuals	<b>R0250</b>	
Other loans and mortgages	<b>R0260</b>	
Reinsurance recoverables from:	<b>R0270</b>	1,181
Non-life and health similar to non-life	<b>R0280</b>	
Non-life excluding health	<b>R0290</b>	
Health similar to non-life	<b>R0300</b>	
Life and health similar to life, excluding health and index-linked and unit-linked	<b>R0310</b>	1,181
Health similar to life	<b>R0320</b>	
Life excluding health and index-linked and unit-linked	<b>R0330</b>	1,181
Life index-linked and unit-linked	<b>R0340</b>	
Deposits to cedants	<b>R0350</b>	
Insurance and intermediaries receivables	<b>R0360</b>	0
Reinsurance receivables	<b>R0370</b>	45
Receivables (trade, not insurance)	<b>R0380</b>	
Own shares (held directly)	<b>R0390</b>	
Amounts due in respect of own fund items or initial fund called up but not yet paid in	<b>R0400</b>	
Cash and cash equivalents	<b>R0410</b>	9,475
Any other assets, not elsewhere shown	<b>R0420</b>	
<b>Total assets</b>	<b>R0500</b>	10,701



(Continued) Table 65 – Preserve. S.02.01.02 Balance Sheet as at 31.12.2019. Values in USD thousands.

	Solvency II value
	C0010
<b>Liabilities</b>	
Technical provisions – non-life	<b>R0510</b> 2,065
Technical provisions – non-life (excluding health)	<b>R0520</b> 2,065
TP calculated as a whole	<b>R0530</b>
Best Estimate	<b>R0540</b> 1,860
Risk margin	<b>R0550</b> 206
Technical provisions - health (similar to non-life)	<b>R0560</b>
TP calculated as a whole	<b>R0570</b>
Best Estimate	<b>R0580</b>
Risk margin	<b>R0590</b>
Technical provisions - life (excluding index-linked and unit-linked)	<b>R0600</b> 1,589
Technical provisions - health (similar to life)	<b>R0610</b>
TP calculated as a whole	<b>R0620</b>
Best Estimate	<b>R0630</b>
Risk margin	<b>R0640</b>
Technical provisions – life (excluding health and index-linked and unit-linked)	<b>R0650</b> 1,589
TP calculated as a whole	<b>R0660</b>
Best Estimate	<b>R0670</b> 1,431
Risk margin	<b>R0680</b> 158
Technical provisions – index-linked and unit-linked	<b>R0690</b>
TP calculated as a whole	<b>R0700</b>
Best Estimate	<b>R0710</b>
Risk margin	<b>R0720</b>
Contingent liabilities	<b>R0740</b>
Provisions other than technical provisions	<b>R0750</b>
Pension benefit obligations	<b>R0760</b>
Deposits from reinsurers	<b>R0770</b>
Deferred tax liabilities	<b>R0780</b>
Derivatives	<b>R0790</b>
Debts owed to credit institutions	<b>R0800</b>
Financial liabilities other than debts owed to credit institutions	<b>R0810</b>
Insurance & intermediaries payables	<b>R0820</b>
Reinsurance payables	<b>R0830</b>
Payables (trade, not insurance)	<b>R0840</b> 150
Subordinated liabilities	<b>R0850</b>
Subordinated liabilities not in BOF	<b>R0860</b>
Subordinated liabilities in BOF	<b>R0870</b>
Any other liabilities, not elsewhere shown	<b>R0880</b>
<b>Total liabilities</b>	<b>R0900</b> 3,804
<b>Excess of assets over liabilities</b>	<b>R1000</b> 6,897

Table 66 – Preserve S.05.01. Premiums, claims and expenses by line of business as at 31.12.2019. Values in USD thousands.

	Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for:				Total
	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	Health	Casualty	Marine, aviation, transport	Property	
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	
<b>Premiums written</b>																	
Gross - Direct Business	R0110																
Gross - Proportional reinsurance accepted	R0120																
Gross - Non-proportional reinsurance accepted	R0130																
Reinsurers' share	R0140																
Net	R0200																
<b>Premiums earned</b>																	
Gross - Direct Business	R0210																
Gross - Proportional reinsurance accepted	R0220																
Gross - Non-proportional reinsurance accepted	R0230																
Reinsurers' share	R0240																
Net	R0300																
<b>Claims incurred</b>																	
Gross - Direct Business	R0310				-1,482	-20											-1,501
Gross - Proportional reinsurance accepted	R0320																
Gross - Non-proportional reinsurance accepted	R0330																
Reinsurers' share	R0340				-2,088	-28											-2,116
Net	R0400				607	8											615
<b>Changes in other technical provisions</b>																	
Gross - Direct Business	R0410																
Gross - Proportional reinsurance accepted	R0420																
Gross - Non-proportional reinsurance accepted	R0430																
Reinsurers' share	R0440																
Net	R0500																
<b>Expenses incurred</b>	R0550				218	3											221
<b>Other expenses</b>	R1200																
<b>Total expenses</b>	R1300																221

Table 67 – Preserve. S.05.02.01 Premiums, claims and expenses by country as at 31.12.2019. Values in USD thousands.

	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations					Total Top 5 and home country	
		C0010	C0020	C0030	C0040	C0050	C0060	C0070
<b>R0010</b>			GB					
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
<b>Premiums written</b>								
Gross - Direct Business	<b>R0110</b>							
Gross - Proportional reinsurance accepted	<b>R0120</b>							
Gross - Non-proportional reinsurance accepted	<b>R0130</b>							
Reinsurers' share	<b>R0140</b>							
Net	<b>R0200</b>							
<b>Premiums earned</b>								
Gross - Direct Business	<b>R0210</b>							
Gross - Proportional reinsurance accepted	<b>R0220</b>							
Gross - Non-proportional reinsurance accepted	<b>R0230</b>							
Reinsurers' share	<b>R0240</b>							
Net	<b>R0300</b>							
<b>Claims incurred</b>								
Gross - Direct Business	<b>R0310</b>		-1,501					-1,501
Gross - Proportional reinsurance accepted	<b>R0320</b>							
Gross - Non-proportional reinsurance accepted	<b>R0330</b>							
Reinsurers' share	<b>R0340</b>		-2,116					-2,116
Net	<b>R0400</b>		615					615
<b>Changes in other technical provisions</b>								
Gross - Direct Business	<b>R0410</b>							
Gross - Proportional reinsurance accepted	<b>R0420</b>							
Gross - Non- proportional reinsurance accepted	<b>R0430</b>							
Reinsurers' share	<b>R0440</b>							
Net	<b>R0500</b>							
<b>Expenses incurred</b>	<b>R0550</b>		221					221
<b>Other expenses</b>	<b>R1200</b>							
<b>Total expenses</b>	<b>R1300</b>							221

Table 68 – Preserve. S.12.01.02 Life and Health technical provisions as at 31.12.2019. Values in USD thousands.

	Insurance with profit participation	Index-linked and unit-linked insurance		Other life insurance		Annuities stemming from non-life insurance contracts and relating to insurance obligation other than health insurance obligations	Accepted reinsurance	Total (Life other than health insurance, incl. Unit-Linked)	Health insurance (direct business)		Annuities stemming from non-life insurance contracts and relating to health insurance obligations	Health reinsurance (reinsurance accepted)	Total (Health similar to life insurance)			
		Contracts without options and guarantees	Contracts with options or guarantees	Contracts without options and guarantees	Contracts with options or guarantees				Contracts without options and guarantees	Contracts with options or guarantees						
	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0150	C0160	C0170	C0180	C0190	C0200	C0210
<b>Technical provisions calculated as a whole</b>	R0010															
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole	R0020															
<b>Technical provisions calculated as a sum of BE and RM</b>																
<b>Best Estimate</b>																
<b>Gross Best Estimate</b>	R0030							1,431		1,431						
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	R0080							1,181		1,181						
Best estimate minus recoverables from reinsurance/SPV and Finite Re - total	R0090							250		250						
<b>Risk Margin</b>	R0100							158		158						
<b>Amount of the transitional on Technical Provisions</b>																
Technical Provisions calculated as a whole	R0110															
Best estimate	R0120															
Risk margin	R0130															
<b>Technical provisions - total</b>	R0200							1,589		1,589						

Table 69 – Preserve. S.17.01.02 Non-life technical provisions as at 31.12.2019. Values in USD thousands.

	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
<b>Technical provisions calculated as a whole</b>																	
Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP as a whole																	
<b>Technical provisions calculated as a sum of BE and RM</b>																	
<b>Best estimate</b>																	
Premium provisions																	
Gross																	
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Premium Provisions																	
<b>Claims provisions</b>																	
Gross				1,835	24												1,860
Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																	
Net Best Estimate of Claims Provisions				1,835	24												1,860
<b>Total Best estimate - gross</b>				1,835	24												1,860
<b>Total Best estimate - net</b>				1,835	24												1,860
<b>Risk margin</b>				203	3												206
<b>Amount of the transitional on Technical Provisions</b>																	
Technical Provisions calculated as a whole																	
Best estimate																	
Risk margin																	
<b>Technical provisions - total</b>																	
Technical provisions - total				2,038	27												2,065
Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total																	
Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total				2,038	27												2,065

Table 70 – Preserve. S.19.01.21 Non-life Insurance Claims Information as at 31.12.2019. Values in USD thousands.

**Gross Claims Paid (non-cumulative)**

(absolute amount)

Year	Development year											In Current year	Sum of years (cumulative)			
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110			C0170	C0180	
Prior	R0100													R0100		
2010	R0160													R0160		
2011	R0170	985	3,682	1,197	2,904	262	214	32	29	29				R0170	29	9,334
2012	R0180	2,421	5,092	1,635	1,090	571	121	146	4					R0180	4	11,081
2013	R0190	1,887	6,057	1,463	684	188	427	1,893						R0190	1,893	12,599
2014	R0200	3,063	6,355	1,894	617	447	566							R0200	566	12,942
2015	R0210	1,311	920	287	567	79								R0210	79	3,164
2016	R0220													R0220		
2017	R0230													R0230		
2018	R0240													R0240		
2019	R0250													R0250		
	<b>Total</b>													<b>R0260</b>	2,572	49,120

**Gross undiscounted Best Estimate Claims Provisions**

(absolute amount)

Year	Development year											Year end (discounted data)		
	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300		C0360	
Prior	R0100												R0100	
2010	R0160												R0160	
2011	R0170												R0170	1,341
2012	R0180												R0180	
2013	R0190												R0190	13
2014	R0200												R0200	467
2015	R0210												R0210	39
2016	R0220												R0220	
2017	R0230												R0230	
2018	R0240												R0240	
2019	R0250												R0250	
	<b>Total</b>												<b>R0260</b>	1,860

Table 71 – Preserve. S.23.01.11 Own Funds as at 31.12.2019. Values in USD thousands.

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
<b>Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation (EU) 2015/35</b>					
Ordinary share capital (gross of own shares)	R0010	8	8		
Share premium account related to ordinary share capital	R0030	7,829	7,829		
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	-941	-941		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160				
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
<b>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</b>					
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	R0220				
<b>Deductions</b>					
Deductions for participations in financial and credit institutions	R0230				
<b>Total basic own funds after deductions</b>	R0290	6,897	6,897		
<b>Ancillary own funds</b>					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on demand	R0330				
Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0340				
Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	R0350				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
<b>Total ancillary own funds</b>	R0400				
<b>Available and eligible own funds</b>					
Total available own funds to meet the SCR	R0500	6,897	6,897		
Total available own funds to meet the MCR	R0510	6,897	6,897		
Total eligible own funds to meet the SCR	R0540	6,897	6,897		
Total eligible own funds to meet the MCR	R0550	6,897	6,897		
<b>SCR</b>	R0580	1,189			
<b>MCR</b>	R0600	4,127			
<b>Ratio of Eligible own funds to SCR</b>	R0620	579.97%			
<b>Ratio of Eligible own funds to MCR</b>	R0640	167.11%			
<b>Reconciliation reserve</b>					
Excess of assets over liabilities	R0700	6,897			
Own shares (held directly and indirectly)	R0710				
Foreseeable dividends, distributions and charges	R0720				
Other basic own fund items	R0730	7,837			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740				
<b>Reconciliation reserve</b>	R0760	-941			
<b>Expected profits</b>					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780				
<b>Total Expected profits included in future premiums (EPIFP)</b>	R0790				

Table 72 – Preserve. S.25.01.21 Solvency Capital Requirement as at 31.12.2019. Values in USD thousands.

	Gross solvency capital requirement	USP	Simplifications
	<b>C0110</b>	<b>C0090</b>	<b>C0120</b>
Market risk	R0010		
Counterparty default risk	R0020		
Life underwriting risk	R0030		
Health underwriting risk	R0040		
Non-life underwriting risk	R0050		
Diversification	R0060		
Intangible asset risk	R0070		
<b>Basic Solvency Capital Requirement</b>	R0100		
	<b>C0100</b>		
<b>Calculation of Solvency Capital Requirement</b>			
Operational risk	R0130		
Loss-absorbing capacity of technical provisions	R0140		
Loss-absorbing capacity of deferred taxes	R0150		
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	R0160		
<b>Solvency capital requirement excluding capital add-on</b>	R0200		
Capital add-on already set	R0210		
<b>Solvency capital requirement</b>	R0220		
<b>Other information on SCR</b>			
Capital requirement for duration-based equity risk sub-module	R0400		
Total amount of Notional Solvency Capital Requirement for remaining part	R0410		
Total amount of Notional Solvency Capital Requirements for ring fenced funds	R0420		
Total amount of Notional Solvency Capital Requirement for matching adjustment portfolios	R0430		
Diversification effects due to RFF nSCR aggregation for article 304	R0440		



Table 73 – Preserve. S.28.01.22 Minimum Capital Requirement – Only life or non-life insurance or reinsurance activity as at 31.12.2019. Values in USD thousands.

MCR <sub>NL</sub> Result	C0010		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	R0010	158		
Medical expense insurance and proportional reinsurance	R0020			
Income protection insurance and proportional reinsurance	R0030			
Workers' compensation insurance and proportional reinsurance	R0040			
Motor vehicle liability insurance and proportional reinsurance	R0050		1,835	
Other motor insurance and proportional reinsurance	R0060		24	
Marine, aviation and transport insurance and proportional reinsurance	R0070			
Fire and other damage to property insurance and proportional reinsurance	R0080			
General liability insurance and proportional reinsurance	R0090			
Credit and suretyship insurance and proportional reinsurance	R0100			
Legal expenses insurance and proportional reinsurance	R0110			
Assistance and proportional reinsurance	R0120			
Miscellaneous financial loss insurance and proportional reinsurance	R0130			
Non-proportional health reinsurance	R0140			
Non-proportional casualty reinsurance	R0150			
Non-proportional marine, aviation and transport reinsurance	R0160			
Non-proportional property reinsurance	R0170			
<b>Linear formula component for life insurance and reinsurance obligations</b>				
MCR <sub>L</sub> Result	C0040		Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	R0200	5		
Obligations with profit participation - guaranteed benefits	R0210			
Obligations with profit participation - future discretionary benefits	R0220			
Index-linked and unit-linked insurance obligations	R0230			
Other life (re)insurance and health (re)insurance obligations	R0240		250	
Total capital at risk for all life (re)insurance obligations	R0250			
<b>Overall MCR calculation</b>				
Linear MCR	C0070			
	R0300	163		
SCR	R0310	1,189		
MCR cap	R0320	535		
MCR floor	R0330	297		
Combined MCR	R0340	297		
Absolute floor of the MCR	R0350	4,127		
	C0070			
<b>Minimum Capital Requirement</b>	R0400	4,127		