

June 2025

It would be very helpful if I had access to the Dec 2024 versions of 2506 MICL Version Control.xlsx and 2506 MICL_S2 Gross TP walk.xlsx.

Gross Technical Provisions - BE:

- **Gross premium provision** - cannot find as is, do will have to calculate as $\text{Premium Provision} = (\text{Unearned Premium} + \text{BBNI Premium}) \times \text{Unearned Ultimate Loss Ratio}$
 - Unearned Premium is the same as Provision for unearned premiums, gross amount from BS
 - BBNI seems to be 0, according to 2506 MICL_S2 Gross TP walk.xlsx; found just two comments on it in 018-0625 Jun25 QS Booking pack v2.0 New LRs check.xlsx:
 - Leave processing costs which are posted outside the pack and only relevant for XoL of older years
 - In Dec24, ITD for latest period should be blank which will reverse BBNI
 - Unearned Ultimate Loss Ratio - don't know, but need 84% to check out
 - MICL PC Annual Direct - Monthly MI as at 150825.xlsx has net and ends in April 2024, but about 71.1%
 - MICL - Monthly MI as at 150825.xlsx has net and ends in April 2024, but 65% to 68% (slowly increasing)
- **Gross claims provision** - should be able to just get it from "Claims outstanding, gross amount" from BS
 - In December 2024 BS, components are:
 - Claims Outstanding Provision (or "Provision Claims outstanding"): 188,576
 - IBNR: 17,254 in summary doc, 23,789.23 in BS
 - Management Margin: 6000 for GAAP, 0 for SII valuation
 - In June 2025 BS, components are: odd, adds gross and net figures
 - Provision Claims outstanding
 - Coin share provision for IBNR Net
 - Coin share claims outstanding
 - IBNR - Gross Amount
 - Provision for IBNR - Net
 - Provision for IBNR - Management load
- **Gross Management load** - fixed at -£6M
- **Amounts due from Intermediaries (Receivable offsetting Gross TPs)** - in BS
- **R-O Expense provision**
 - have components for a given month, but no projection over 10 years for total
- **Cancellations Assumption on UPR** (4.6. and 5.6. Cancellations adjustment in summary doc)

$$\text{Cancellation Rate} = \frac{\text{UPR} - \text{Dev NWP}}{\text{NWP}}$$

- Unearned Premium Reserve (UPR): UPR c/f , YTD column in PL
 - Dec. figure in PL matches with summary, but Jun. does not match with 2506 MICL Version Control.xlsx
- Net Written Premium (NWP): for Dec 2024, Net premiums written , YTD in PL does not match summary, so June 2025 is probably not right either
- Dev NWP: estimate of NWP after all future changes are considered (ultimate NWP)
 - Ultimate NWP in MICL PC Annual Direct - Monthly MI as at 150825.xlsx , but ends in April 2024
 - Ultimate Net Premium in MICL Booking Spreadsheet - v1.6 - Jun 25 (WTW 25Q2 DRAFT ABEs).xlsx
- **Net ENIDs**
- **Discounting**