

Chapter 10

Instructions regarding reporting templates

IR.31.01 — Outwards reinsurance balance sheet exposures

General comments

This section relates to annual submission of information for individual firms, third country branch undertakings and groups.

This template shall be filled by the insurance and reinsurance undertakings where life and/or non-life outwards reinsurance recoverables, and/or receivables or reinsurance premium ceded have been recognised in any of the annual reporting templates it has submitted to report balance sheet assets, technical provisions and/or premium income information. The undertaking is required to provide a breakdown of these and other associated values by reinsurer entity. This should include recoverables and receivables associated with reinsurance contracts that have expired or have been terminated but where legal liabilities and obligations remain.

This form should include reinsurance recoverables and/or receivables from all forms of reinsurance contracts where such have been included in the formulation of the annual reporting templates relating to balance sheet assets and technical provisions.

This should include, but is not limited to, reinsurance recoverables, receivables and payables from or to the following reinsurers:

- External / third party entities
- Internal, Intra-group, related or associated party entities
- Lloyd's syndicates
- Special Purpose Vehicles
- Captives
- State reinsurers or pools, e.g. Pool Re, TRIA, GAREAT, ARPC, Flood Re

If an SPV or a Lloyd's syndicate acts as a reinsurer each individual SPV and/or syndicate must be reported.

ITEM	INSTRUCTIONS
C0010	<p><u>Applicable to group reporting only.</u></p> <p>The legal name of the reinsured undertaking that is recognising reinsurance recoverables and/or receivables from the reinsurer reported in C0040.</p>
C0020	<p><u>Applicable to group reporting only.</u></p> <p>The unique identification code and code type used for each reinsured undertaking reporting by this order of priority:</p> <ul style="list-style-type: none">- Legal Entity Identifier (LEI),- Specific code attributed by the undertaking (SC) <p>A specific code (SC) should only be reported where an LEI code has not been published for the</p>

		<p>undertaking. For non-EEA undertakings and non-regulated undertakings within the scope of group supervision, the identification code provided will be set by the group. When allocating an identification code to each non-EEA or non-regulated undertaking, it should comply with the following format in a consistent manner:</p> <p>Identification code of the parent undertaking + ISO 3166-1 alpha-2 code of the country of the undertaking + 5 digits.</p> <p>The code shall be unique for the specific undertaking and shall not overlap with any other code reported.</p>
C0040	Reinsurer identification code and type of code	<p>The undertaking is required to report the unique identification code and type of code used for each reinsurer reported by this order of priority:</p> <ul style="list-style-type: none"> - Legal Entity Identifier (LEI), unless the reinsurer is a Lloyd's Syndicate then (LSY) should take priority - Lloyd's Syndicate Code (LSY) - Specific code attributed by the undertaking (SC) <p>An undertaking specific code should only be reported by an undertaking, where (i) an LEI code has not been published for the reinsurer, or (ii) where the reinsurer is not a Lloyd's Syndicate.</p> <p>Where a specific code is attributed by the undertaking, the code shall be unique for the specific reinsurer and shall not overlap with any other code, attributed by the undertaking or any published LEI or Lloyd's Syndicate 4-digit numeric code.</p> <p>The type of code used and the reinsurer's unique identification code should be reported as a single cell of data separated by a /, for example:</p> <p>LEI/XXXXXXXXXXXXXXXXXXXX (i.e. 20 alpha numeric code)</p> <p>LSY/XXXX(i.e. 4 numeric code)</p> <p>SC/XXXXXXXXXXXXXXXXXXXX</p> <p>In the event that one or more reinsurer entities are unknown at the point of submission of this form the undertaking should report these aggregated by the following expected financial strength rating bands:</p> <p>'SC/UNKNOWNREINSURERS_AAA'</p>

		<p>'SC/UNKNOWNREINSURERS_AA'</p> <p>'SC/UNKNOWNREINSURERS_A'</p> <p>'SC/UNKNOWNREINSURERS_BBB'</p> <p>'SC/UNKNOWNREINSURERS_BB'</p> <p>'SC/UNKNOWNREINSURERS_B'</p> <p>'SC/UNKNOWNREINSURERS_CCC'</p> <p>'SC/UNKNOWNREINSURERS_CC'</p> <p>'SC/UNKNOWNREINSURERS_C'</p> <p>'SC/UNKNOWNREINSURERS_UNRATED'</p>
C0060	Reinsurance recoverables — Premium provision Non-life including Non-SLT Health	<p>The amount of share of the reinsurer in the recoverables from reinsurance before the adjustment for expected losses due to the counterparty default, in the best estimate of the premium provisions calculated as the expected present value of future incoming and outgoing cash flows.</p> <p>If value reported show a material outgoing the undertaking should provide a supporting commentary in C0210.</p>
C0070	Reinsurance recoverables — Claims provisions Non-life including Non-SLT Health	<p>The amount of share of the reinsurer in the recoverables from reinsurance before the adjustment for expected losses due to the counterparty default, in the best estimate of the claims provisions.</p> <p>If value reported show a material outgoing the undertaking should provide a supporting commentary in C0210.</p>
C0080	Reinsurance recoverables — Technical provisions Life including SLT Health	<p>The amount of share of the reinsurer in the recoverables from reinsurance before the adjustment for expected losses due to the counterparty default, in the best estimate of the technical provisions.</p> <p>If value reported shows a material outgoing the undertaking should provide a supporting commentary in C0210.</p>
C0090	Adjustment for expected losses due to counterparty default	<p>Per reinsurer the adjustment for expected losses due to counterparty default.</p> <p>This value shall be reported as negative value.</p>

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C0100	Reinsurance recoverables: Total reinsurance recoverables	The result of the sum of the amounts reported in C0060, C0070, C0080 and C0090. If value reported shows a material outgoing the undertaking should provide a supporting commentary in C0210.
C0110	Net receivables	The amounts past due resulting from: claims paid by the insurer but not yet reimbursed by the reinsurer plus commissions to be paid by the reinsurer and other receivables minus debts to the reinsurer. Cash deposits are excluded and are to be considered as guarantees received. If value reported shows a material outgoing the undertaking should provide a supporting commentary in C0210.
C0120	Asset arrangements as collateral to support the reinsurer exposure	The monetary value of assets held in trust, or similar arrangements, for the benefit of the undertaking provided by and/or on behalf of the reinsurer to mitigate the counterparty default risk of the reinsurer. This value shall be reported as positive value.
C0130	Financial guarantees as collateral to support the reinsurer exposure	The monetary value of financial guarantees received by the undertaking from and/or provided by and/or on behalf of the reinsurer to guarantee the payment of the liabilities due to the undertaking and to mitigate the counterparty default risk of the reinsurer (includes letter of credit, undrawn committed borrowing facilities). This value shall be reported as positive value.
C0140	Cash deposits	Amount of cash deposits received by the undertaking from the reinsurers, and/or reinsurance premiums withheld by undertaking to mitigate the counterparty default risk of the reinsurer. This value shall be reported as positive value.
C0150	Total guarantees / collateral in place	Total amount of guarantees / collateral mitigating the counterparty default risk of the reinsurer. Corresponds to the sum of the amounts reported in C0120, C0130 and C0140. This value shall be reported as positive value.
C0160	Reinsurance receivables – Non-life and life claims debts past due	The amount of reinsurance claims receivables booked and/or billed on a Statutory Accounts basis, by the undertaking yet to be received from the reinsurer and past due.

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		This value shall be reported as positive value.
C0170	Reinsurance receivable – Non-life and life Commissions and Premiums debts	<p>The amount of reinsurance commissions and/or refund reinsurance premiums booked or billed on a Statutory Accounts basis, by the undertaking yet to be received from the reinsurer.</p> <p>This value shall be reported as positive value.</p>
C0180	Reinsurance recoverables in Dispute	<p>The amount of any reinsurance recoverables and or receivables that the reinsurer has indicated it disputes. The amount should be calculated on a Statutory Accounts basis.</p> <p>This value shall be reported as positive value.</p>
C0190	Reinsurance recoverables written-off	<p>The amount of any reinsurance recoverables and or receivables that the undertaking has written off in its Statutory Accounts for the entire reporting year.</p> <p>This value shall be reported as negative value.</p>
C0200	Reinsurers' share of premiums written	<p>The reinsurer's total share of the premiums written reported by the undertaking in the IR.05.04 and/or IR.05.03.</p>
C0210	Supporting comments	<p>The undertaking is to provide supporting commentary where the values reported warrant explanation or to provide any other information that the undertaking has to bring to the attention of the PRA.</p>