

Instructions regarding reporting templates

IR.25.04 – Solvency Capital Requirement

General comments

This section relates to annual submission of information for individual entities, groups, ring-fenced funds, matching adjustment portfolios and remaining part.

Individual entities shall report template IRR.25.04 for each ring-fenced fund (RFF), matching adjustment portfolio (MAP) and remaining part. References to IR.25.05 and IR.26 below should be interpreted as references to IRR.25.05 and IRR.26.

Groups shall report template IRR.25.04 if they have RFFs other than supported RFFs (where the SCR is not covered within that RFF). Groups shall report template IRR.25.04 for the remaining part (including embedded MAPs and supported RFFs) and the sum of unsupported RFFs (including embedded MAPs and excluding supported RFFs).

In the text below SF refers to standard formula firms, IM to full internal model or partial internal firms. SF firms which have RFFs or MAPs should calculate all items for IR.25.04 as the sum of the IRR.25.04 templates for that firm. In respect of the loss-absorbing capacity of deferred taxes disclosed on R0450, IM refers only to firms for which the calculation of LACDT is within the scope of an internal model.

For groups R0070-R0495 apply to the insurance entities which use method 1 (consolidation method).

	ITEM	INSTRUCTIONS
Z0020	Ring-fenced fund, matching adjustment portfolio or Remaining Part	Identifies whether the reported figures are with regards to a RFF, MAP or to the remaining part. One of the options in the following closed list shall be used: 1 – RFF/MAP (individual entities), sum of unsupported RFFs including embedded MAPs (groups) 2 – Remaining part (individual entities), remaining part including embedded MAPs (groups)
Z0030	Fund/Portfolio number	When item Z0020 = 1, identification number for a ring-fenced fund or matching adjustment portfolio. This number is attributed by the undertaking and must be consistent over time and with the fund/portfolio number reported in other templates.
C0010/R0140	Market risk	Market risk capital requirement – sum of R0070-R0130
C0010/R0070	Interest rate risk	SF: IR.26.01 C0060/R0100 IM: sum of IR.25.05 codes 101-103
C0010/R0080	Equity risk	SF: IR.26.01 C0060/R0200 IM: sum of IR.25.05 code 104 and 105

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C0010/R0090	Property risk	SF: IR.26.01 C0060/R0300 IM: sum of IR.25.05 code 106
C0010/R0100	Spread risk	SF: IR.26.01 C0060/R0400 IM: sum of IR.25.05 code 107
C0010/R0110	Concentration risk	SF: IR.26.01 C0060/R0500 IM: sum of IR.25.05 code 108
C0010/R0120	Currency risk	SF: IR.26.01 C0060/R0600 IM: sum of IR.25.05 code 109
C0010/R0125	Other market risk	SF: not applicable IM: sum of IR.25.05 codes 100 and 110
C0010/R0130	Diversification within market risk	SF: IR.26.01 C0060/R0700 IM: sum of IR.25.05 code 199
C0010/R0180	Counterparty default risk	Counterparty risk capital requirement – sum of R0150-R0170
C0010/R0150	Type 1 exposures	SF: IR.26.02 C0070/R0100 IM: sum of IR.25.05 code 201
C0010/R0160	Type 2 exposures	SF: IR.26.02 C0070/R0300 IM: sum of IR.25.05 code 202
C0010/R0165	Other counterparty risk	SF: not applicable IM: sum of IR.25.05 codes 200 and 203
C0010/R0170	Diversification within counterparty risk	SF: IR.26.02 C0070/R0330 IM: sum of IR.25.05 code 299
C0010/R0270	Life underwriting risk	Life underwriting risk capital requirement – sum of R0190-R0260
C0010/R0190	Mortality risk	SF: IR.26.03 C0060/R0100 IM: sum of IR.25.05 code 301
C0010/R0200	Longevity risk	SF: IR.26.03 C0060/R0200 IM: sum of IR.25.05 code 302
C0010/R0210	Disability-Morbidity risk	SF: IR.26.03 C0060/R0300 IM: sum of IR.25.05 code 303
C0010/R0220	Life-expense risk	SF: IR.26.03 C0060/R0500 IM: sum of IR.25.05 code 306
C0010/R0230	Revision risk	SF: IR.26.03 C0060/R0600 IM: sum of IR.25.05 code 307
C0010/R0240	Lapse risk	SF: IR.26.03 C0060/R0400 IM: sum of IR.25.05 codes 304 and 305
C0010/R0250	Life catastrophe risk	SF: IR.26.03 C0060/R0700 IM: sum of IR.25.05 code 308
C0010/R0255	Other life underwriting risk	SF: not applicable IM: sum of IR.25.05 codes 300 and 309
C0010/R0260	Diversification within life underwriting risk	SF: IR.26.03 C0060/R0800 IM: sum of IR.25.05 code 399
C0010/R0320	Health underwriting risk	Health underwriting risk capital requirement – sum of R0280-R0310
C0010/R0280	Health SLT risk	SF: IR.26.04 C0060/R0800 IM: sum of IR.25.05 codes 401-407
C0010/R0290	Health non SLT risk	SF: IR.26.04 C0240/R1400 IM: sum of IR.25.05 codes 408-412
C0010/R0300	Health catastrophe risk	SF: IR.26.04 C0250/R1540 IM: sum of IR.25.05 code 413-415
C0010/R0305	Other health underwriting risk	SF: not applicable IM: sum of IR.25.05 codes 400 and 416

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C0010/R0310	Diversification within health underwriting risk	SF: IR.26.04 C0270/R1600 IM: sum of IR.25.05 code 499
C0010/R0370	Non-life underwriting risk	Non-life underwriting risk capital requirement – sum of R0330-R0360
C0010/R0330	Non-life premium and reserve risk	SF: IR.26.05 C0100/R0300 IM: sum of IR.25.05 codes 501 and 502
C0010/R0340	Non-life catastrophe risk	SF: IR.26.05 C0060/R0600 IM: sum of IR.25.05 codes 503
C0010/C0350	Lapse risk	SF: IR.26.05 IM: sum of IR.25.05 codes 504
C0010/R0355	Other non-life underwriting risk	SF: not applicable IM: sum of IR.25.05 codes 500 and 505
C0010/R0360	Diversification within non-life underwriting risk	SF: IR.26.05 C0060/R0600 IM: sum of IR.25.05 code 599
C0010/R0400	Intangible asset risk	SF: intangible asset risk capital requirement IM: sum of IR.25.05 codes 600 and 601
C0010/R0430	Operational and other risks	Operational and other risks capital requirement – sum of R0422-R0424
C0010/R0422	Operational risk	SF: IR.26.06 C0020/R0340 IM: sum of IR.25.05 code 701
C0010/R0424	Other risks	SF: not applicable IM: sum of IR.25.05 code 801
C0010/R0432	Total before all diversification	Sum of risk components shown in this template excluding diversification within risk modules (R0070-R0125, R0150-R0165, R0190-R0255, R0280-R0305, R0330-R0355, R0400, R0422-R0424)
C0010/R0434	Total before diversification between risk modules	Sum of risk module capital requirements (R0140, R0180, R0270, R0320, R0370, R0400, R0430)
C0100/R0436	Diversification between risk modules	The total amount of the diversification between risk modules. This amount shall be reported as negative value.
C0010/R0438	Total after diversification	SCR after all diversification $R0438 = R0434 + R0436$
C0010/R0440	Loss-absorbing capacity of technical provisions	SF: Amount/Estimate of the overall adjustment for loss-absorbing capacity of technical provisions if allowance embedded in the components exceeds the amount allowable. This amount shall be reported as a positive amount. IM: Amount/Estimate of the overall adjustment for loss-absorbing capacity of technical provisions if allowance embedded in the components does not take into account all the allowable management actions. This amount shall be reported as a negative amount. IM: sum of IR.25.05 code 802
C0010/R0450	Loss-absorbing capacity of deferred taxes	Amount/Estimate of the adjustment for loss-absorbing capacity of deferred taxes excluding any amount embedded in a component. This amount shall be reported as a negative amount.

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		SF: calculated in accordance with Solvency Capital Requirement – Standard Formula 6.4. IM: sum of IR.25.05 code 803.
C0010/R0455	Other adjustments	Other adjustments in the SCR calculation not included above. IM: sum of IR.25.05 code 804.
C0010/R0460	Solvency capital requirement, including undisclosed capital add-on	Amount of the total diversified SCR including undisclosed capital add-on but excluding disclosed capital add-ons. $R0460 = R0438 + R0440 + R0450 + R0455$
C0010/R0472	Disclosed capital add-on – excluding residual model limitation	Amount of disclosed capital add-on excluding residual model limitation
C0010/R0474	Disclosed capital add-on	Amount of disclosed capital add-on relating to residual model limitation
C0010/R0480	Solvency Capital Requirement including capital add-on	Overall capital requirement including capital add-ons For groups, this excludes capital requirements reported in R0500-R0550. $R0480 = R0472 + R0474$
C0010/R0482	Undisclosed capital add-on – residual model limitation	Amount of undisclosed capital add-on relating to residual model limitation
C0010/R0484	Capital add-on	Total capital add-on – sum of undisclosed and disclosed add-ons ($R0472+R0474+R0482$)
C0010/R0490	Biting interest rate scenario	Interest rate scenario for standard formula SCR calculation ('increase' or 'decrease') or indicative biting scenario for internal model firms, selecting impact of change in long term interest rates if impact varies by term
C0010/R0495	Biting life lapse scenario	Lapse scenario for standard formula life and health underwriting SCR calculation ('increase', 'decrease' or 'mass'), blank for internal model firms or non-life firms

Additional items only for groups

C0010/R0500	Capital requirement for other financial sectors (Non–insurance capital requirements)	Amount of capital requirement for other financial sectors where the group includes an undertaking which is subject to non–insurance capital requirements, such as a bank, and is the capital requirement calculated in accordance with the appropriate requirements. $R0500$ is expected to be equal to the sum of $R0510$, $R0520$ and $R0530$.
C0010/R0510	Capital requirement for other financial sectors (Non–insurance capital requirements) —	Amount of capital requirement for credit institutions, investment firms and financial institutions where the undertakings are subject to capital requirements, calculated in accordance with the relevant sectoral rules.

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	Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies	
C0010/R0520	Capital requirement for other financial sectors (Non–insurance capital requirements) — Institutions for occupational retirement provisions	Amount of capital requirement for institutions for occupational retirement provisions where the institutions are subject to non–insurance capital requirements calculated in accordance with the relevant sectoral rules.
C0010/R0530	Capital requirement for other financial sectors (Non–insurance capital requirements) — Capital requirement for non–regulated entities carrying out financial activities	Amount of capital requirement for non–regulated entities carrying out financial activities. This figure represents a notional solvency requirement, calculated if the relevant sectoral rules were to be applied.
C0010/R0540	Capital requirement for non–controlled participation requirements	Amount of the proportional share of the Solvency Capital Requirements of the related insurance and reinsurance undertakings and insurance holding companies which are not subsidiaries.
C0010/R0550	Capital requirement for residual undertakings	Amount determined in accordance with Group Supervision 11.2A.
C0010/R0555	Solvency capital requirement (consolidation method)	Amount of the Solvency Capital Requirement for undertakings included under method 1 as defined in Group Supervision 11.2A when the combination of methods is used. R0555 is expected to be the sum of R0480, R0500, R0540 and R0550.
C0010/R0560	SCR for undertakings included via D and A	Amount of the Solvency Capital Requirement for undertakings included under method 2 as defined in Group Supervision 12.3 when the combination of methods is used.
C0010/R0565	SCR for sub-groups included via D and A	Amount of the Solvency Capital Requirement for sub-groups included under method 2 as defined in Group Supervision 12.3 when the combination of methods is used.
C0010/R0570	Solvency capital requirement	Overall SCR for all undertakings regardless of the method used. The total solvency capital requirement is expected to be equal to the sum of R0555, R0560, R0565.