

Chapter 10

Instructions regarding reporting templates

IR.30.04 — Non-life outwards reinsurance contract reinsurer exposures

General comments

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

This template is relevant to insurance and reinsurance undertakings with non-life outwards treaty or facultative reinsurance and/or retrocession contracts of protection reported in IR.30.03.

This form is intended to support form IR.30.03, by collecting the accompanying breakdown of reinsurer participation, and associated information for each combination of 'Reinsurance program code' and 'Reinsurance contract identification code' reported by the undertaking in IR.30.03. This applies to all the reinsurance contracts reported by the undertaking in IR.30.03. As such the general comments and detailed instructions of IR.30.03 should be considered when completing this form.

As per the instructions detailed in IR.30.03 this should include reinsurance contracts of protections where the reinsurer(s) are:

- 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.

This template should be completed in conjunction with templates IR.30.03 and IR.30.05.

All monetary amounts reported should be positive values, other than where the instructions state that '-1' is to be used to indicate that the value is unlimited.

	ITEM	INSTRUCTIONS
C0001	Line identification	Each row of data is required to have a unique numerical reference.
C0010	Reinsurance program code	The unique undertaking specific code that the undertaking has reported in IR.30.03 covering all the individual reinsurance contracts which belong to the same reinsurance program.
C0020	Reinsurance contract identification code	The Reinsurance contract identification code that the undertaking has reported in IR.30.03 that identifies the contract/layer exclusively. This code must be maintained in subsequent reports and is usually the original contract/layer number registered in the company's books, or the internal references used by the undertaking.

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	ITEM	INSTRUCTIONS
		<p>As per the instructions for IR.30.03, single reinsurance contracts which provide protection that is split into sub-sections, as outlined below, should be reported as separate contracts over separate rows:</p> <ol style="list-style-type: none"> 1. Different types of reinsurance e.g. one section on a Quota Share basis and another on an Excess of Loss basis, or 2. The undertaking identifies sub-sections separately within its own records, e.g. sections based on materially different retention and/or limit values.
C0050	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: 'SC/UNKNOWNREINSURERS_AAA.'</p>

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	ITEM	INSTRUCTIONS
		<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>
C0100	Share reinsurer (%)	<p>Percentage of the reinsurance contract accepted by the reinsurer identified in item C0050, expressed as a percentage of the contract placement as if placed 100% as per the instructions within IR.30.03 C0440 '% of whole contract ceded to reinsurers'.</p> <p>The total percentage reported in C0100 'Share reinsurer (%)' for all reinsurers reported for each C020 'Reinsurance contract identification code' should match the total percentage reported in IR.30.03 C0440 '% of whole contract ceded to reinsurers', for each C020 'Reinsurance contract identification code' reported. For example: if 80% of the contract placed equally with four reinsurers at 20% (0.20) each the total of C0100 for all reinsurers combined would be reported to equal 0.80.</p> <p>Please also refer to the instructions for completing IR.30.03. C0440 for guidance on how to report differently for proportional and non-proportional reinsurance contracts.</p> <p>Percentages shall be reported as a decimal.</p>
C0110	Exposure ceded for reinsurer's share per risk or event	<p>Amount of the exposure reinsured with the reinsurer. This amount is based on the maximum cover per risk/event and is calculated with the formula: Item Maximum cover per risk or event (reported in item C0230 of IR.30.03) x Item Share reinsurer (%) (reported in item C0100 of IR.30.04).</p> <p>If C0230 from IR.30.03 is Unlimited fill this cell with '-1'.</p>
C0120	Type of collateral (if applicable)	<p>Type of collateral held. The following closed list shall be used:</p> <p>1 - Cash or cash equivalent in Trust</p>

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	ITEM	INSTRUCTIONS
		<p>2 - Cash or Funds Withheld &/or cash deposits received from reinsurer(s)</p> <p>3 - Letter of Credit</p> <p>4 - Other</p> <p>5 - None</p> <p>6 – Non-cash equivalent assets in Trust</p> <p>7 - Mixture of 1,2,3,4,6</p>
C0140	Collateral provider identification code and type of code	<p>The undertaking is required to report the unique identification code and type of code used for each collateral provider supporting the reinsurance contract by this order of priority:</p> <ul style="list-style-type: none"> - Legal Entity Identifier (LEI) - Specific code attributed by the undertaking (SC) - None, if no collateral provider involved (NONE), <p>The code for the collateral provider will vary depending on the type of collateral specified in C120, as follows:</p> <ul style="list-style-type: none"> - Where collateral is held in trust the collateral provider will be the Trust provider (LEI or SC code) - Where the collateral is on a Cash, Funds and/or deposits on a withheld basis then should be NONE - Where the collateral is a Letter of Credit it will be the underlying Financial Institution providing this facility (LEI or SC code) <p>An undertaking specific code should only be reported by an undertaking, where an LEI code has not been published for the collateral provider.</p> <p>In case a specific code is attributed by the undertaking the code shall be unique for the specific collateral provider and shall not overlap with any other code, attributed by the undertaking or any published LEI code.</p> <p>The type of code used and the collateral providers 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>SC/XXXXXXXXXXXXXXXXXXXX</p>

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	ITEM	INSTRUCTIONS
		<p>In the event that the collateral provider entity is unknown at the point of submission of this form the undertaking should report as 'SC/UNKNOWNCOLLATERALPROVIDERS.'</p> <p>If no collateral is provided, then this field should be left blank.</p>
C0160	Estimated outwards reinsurance premium for reinsurer's share	The estimated gross reinsurance premium of the contract payable by the undertaking for the share of each reinsurer. This amount is calculated as the share reported in item 'Share reinsurer (%)' (C0100) multiplied by item 'Gross estimated reinsurance contract premium' (C0160) reported in IR.30.03.
C0170	Annotations	Description of cases where either the reinsurer's participation is at conditions different from those of the standard facultative or treaty contract, or to provide any other information that the undertaking has to bring to the attention of the PRA.
C0180	Exposure ceded for reinsurer's share per contract	<p>Amount of the exposure reinsured to the reinsurer. This amount is based on the maximum cover per contract and is calculated with the formula: Item Maximum cover per contract (reported in item C0240 of IR.30.03) x Item 'Share reinsurer (%)' (reported in item C0100 of IR.30.04).</p> <p>If C0240 from IR.30.03 is Unlimited fill this cell with '-1'.</p>
C0190	Value of collateral	<p>The monetary value of the collateral actually in place at the date of submission, in the same currency as reported under IR.30.03 C0130 Currency.</p> <p>If none report as 0.</p>
C0200	Transaction with related party on an arms-length basis	<p>If the reinsurance contract is between related parties, confirm whether the transaction is on an arms-length basis, in terms of (i) pricing, (ii) contract wording, (iii) terms of trade / settlement. One of the options in the following closed list shall be used:</p> <ul style="list-style-type: none"> 0 – Not applicable as not between related parties 1 – Yes 2 – No <p>A related party for these purposes means:</p> <ul style="list-style-type: none"> - Any company entity within the same group as the undertaking

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	ITEM	INSTRUCTIONS
		<ul style="list-style-type: none">- Any company within the same group as the reporting Lloyd's syndicate's Managing Agent- Any company entity which has two or more directors in common with the undertaking- Any reinsurer entity where the undertaking, or an entity within the same group as the undertaking, is considered to have a controlling influence / voting power in the reinsurer entity, e.g. holds 10% or more of the shares in reinsurer entity- Any special purpose vehicle company where the key management services are undertaken by persons who are employed by a company that meets any of the above points, where those persons have authority and responsibility for planning, directing and controlling the activities of the special purpose vehicle company, whether or not they are formally recognised as directors or officers of the insurance special purpose vehicle company.