

Chapter 10

Instructions regarding reporting templates

IR.05.02 – Premiums, claims and expenses by country

General comments

This section relates to annual submission of information for individual entities, groups and third country branches. Countries other than the home country do not need to be reported if gross written premiums for that country are less than £100m and less than 5% of total gross written premiums. This threshold applies separately to non-life and life business.

Items in this template are to be reported using financial accounting conventions, unless these instructions state that an item is to be reported on a Solvency II basis.

For items reported using financial accounting conventions:

1. In the event of any inconsistency or contradiction between the instructions in this document and the accounting standard reported at {basic information – general IR.01.02, row R0120}, firms are to follow the instructions in this document.
2. Subject to following the instructions in this document, firms shall follow:
 - a. the recognition and valuation basis as for the published financial statements, no new recognition or re-valuation is required, and
 - b. the accounting standard reported at {basic information – general IR.01.02, row R0120} to the extent practical.

The template is based on a year-to-date basis.

Insurance and reinsurance firms shall report written/earned premiums as defined in the Glossary regardless of the accounting standard used. Other rows should be reported in a way that avoids inconsistency with the reporting of written / earned premiums. This template shall include all insurance business regardless of the possible different classification between investment contracts and insurance contracts applicable in the financial statements.

Claims incurred shall comprise all claim payments paid in the reporting period plus change in provision for claims outstanding less recoverable amounts arising out of subrogation of salvage.

The following criteria for the classification by country shall be used:

- The information, provided by country, shall be completed for up to five countries with the biggest amount of gross written premiums in addition to the home country;
- For insurance business for the lines of business, as defined in Technical Provisions – Further Requirements Annex 1, 1- “Medical expense”, 2- “Income protection”, 3- “Workers’ compensation”, 7- “Fire and other damage to property” and 9- “Credit and suretyship” information shall be reported by country where the risk is situated;
- For insurance business for lines of business, as defined in Technical Provisions – Further Requirements Annex 1, 4- “Motor vehicle liability insurance”, 5- “Other motor insurance”, 6- “Marine, aviation and transport insurance”, 8- “General liability insurance”, 10- “Legal expense insurance”, 11- “Assistance”, 12- “Miscellaneous financial loss”, 29 to 34- “Long-term insurance obligations”, information shall be reported by country where the contract was entered into;

- For accepted reinsurance business (ie lines of business, as defined in Technical Provisions – Further Requirements Annex 1, 13 to 28 and 35 to 36) information shall be reported by country of localisation of the ceding undertaking.

For the purposes of this template “country where the contract was entered into” means:

- The country where the insurance undertaking is established (home country) when the contract was not sold through a branch or freedom to provide services;
- The country where the branch is located (host country) when the contract was sold through a branch;
- The country where the freedom to provide services was notified (host country) when the contract was sold through freedom to provide services.
- If an intermediary is used or in any other situation, it is a), b) or c) depending on who sold the contract.

	ITEM	INSTRUCTIONS
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Non-life insurance and reinsurance obligations

C0020 to C0060 /R0010	Top 5 countries (by amount of gross premiums written) – non-life obligations	Identify the ISO 3166–1 alpha–2 code of the countries being reported for the non-life obligations.
C0080 to C0140 /R0110	Premiums written – Gross – Direct Business	Gross written premiums for direct
C0080 to C0140 /R0120	Premiums written – Gross – Proportional reinsurance accepted	Gross written premiums for proportional reinsurance accepted
C0080 to C0140 /R0130	Premiums written – Gross – Non proportional reinsurance accepted	Gross written premiums for non-proportional reinsurance
C0080 to C0140 /R0140	Premiums written – Reinsurers’ share	Reinsurers’ share of gross written premiums
C0080 to C0140 /R0200	Premiums written – Net	Gross written premiums reduced by the amount ceded to reinsurance
C0080 to C0140 /R0210	Premiums earned – Gross – Direct business	Gross earned premiums for direct business
C0080 to C0140 /R0220	Premiums earned – Gross – Proportional reinsurance accepted	Gross earned premiums for proportional reinsurance accepted
C0080 to C0140 /R0230	Premiums earned – Gross – Non proportional	Gross earned premiums for non proportional reinsurance

	ITEM	INSTRUCTIONS
	reinsurance accepted	
C0080 to C0140 /R0240	Premiums earned – reinsurers’ share	Reinsurers’ share of gross earned premiums
C0080 to C0140 /R0300	Premiums earned – Net	Gross earned premiums reduced by the amount ceded to reinsurance undertakings
C0080 to C0140 /R0310	Claims incurred Gross – Direct business	Gross claims incurred for direct business
C0080 to C0140 /R0320	Claims incurred Gross – Proportional reinsurance accepted	Gross claims incurred for proportional reinsurance accepted
C0080 to C0140 /R0330	Claims incurred – Gross – Non proportional reinsurance accepted	Gross claims incurred for non proportional reinsurance
C0080 to C0140 /R0340	Claims incurred – Reinsurers’ share	Reinsurers’ share of gross claims incurred
C0080 to C0140 /R0400	Claims incurred – Net	Gross claims incurred reduced by the amount ceded to reinsurance undertakings
C0080 to C0140 /R0550	Net expenses incurred	Technical expenses incurred during the reporting period corresponding to IR.05.04 R0910.

Life insurance and reinsurance obligations

C0160 to C0200 /R1400	Top 5 countries (by amount of gross premiums written) – life obligations	Identify the ISO 3166–1 alpha–2 code of the countries being reported for the life obligations.
C0220 to C0280 /R1410	Premiums written – Gross	Gross written premiums for direct business and reinsurance
C0220 to C0280 /R1420	Premiums written – Reinsurers’ share	Reinsurers’ share of gross written premiums
C0220 to C0280 /R1500	Premiums written – net	Gross written premiums reduced by the amount ceded to reinsurance undertakings
C0220 to C0280 /R1510	Premiums earned – Gross	Gross earned premiums for direct business and reinsurance accepted
C0220 to	Premiums earned –	Reinsurers’ share of gross earned premiums

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	ITEM	INSTRUCTIONS
C0280 /R1520	reinsurers' share	
C0220 to C0280 /R1600	Premiums earned – Net	Gross earned premiums reduced by the amount ceded to reinsurance undertakings
C0220 to C0280 /R1610	Claims incurred – Gross	Gross claims incurred for direct business and reinsurance accepted
C0220 to C0280 /R1620	Claims incurred – Reinsurers' share	Reinsurers' share of gross claims incurred
C0220 to C0280 /R1700	Claims incurred – Net	Gross claims incurred reduced by the amount ceded to reinsurance undertakings
C0220 to C0280 /R1900	Net expenses incurred	Technical expenses incurred during the reporting period corresponding to IR.05.03 R0200.