

Aioi Nissay Dowa Europe Limited

Solvency and Financial Condition Report

Disclosures

31 December

2018

(Monetary amounts in GBP thousands)

General information

Participating undertaking name	Aioi Nissay Dowa Europe Limited
Group identification code	213800NEYB7AD3MF5D48
Type of code of group	LEI
Country of the group supervisor	GB
Language of reporting	en
Reporting reference date	31 December 2018
Currency used for reporting	GBP
Accounting standards	IFRS
Method of Calculation of the group SCR	Standard formula
Method of group solvency calculation	Method 1 is used exclusively
Matching adjustment	No use of matching adjustment
Volatility adjustment	No use of volatility adjustment
Transitional measure on the risk-free interest rate	No use of transitional measure on the risk-free interest rate
Transitional measure on technical provisions	No use of transitional measure on technical provisions

List of reported templates

- S.02.01.02 - Balance sheet
- S.05.01.02 - Premiums, claims and expenses by line of business
- S.05.01.02 - Premiums, claims and expenses by line of business
- S.05.02.01 - Premiums, claims and expenses by country
- S.05.02.01 - Premiums, claims and expenses by country
- S.23.01.22 - Own Funds
- S.25.01.22 - Solvency Capital Requirement - for groups on Standard Formula
- S.32.01.22 - Undertakings in the scope of the group

S.02.01.02

Balance sheet

Solvency II value	
C0010	
Assets	
R0030 Intangible assets	
R0040 Deferred tax assets	
R0050 Pension benefit surplus	
R0060 Property, plant & equipment held for own use	1,912
R0070 Investments (other than assets held for index-linked and unit-linked contracts)	449,207
R0080 <i>Property (other than for own use)</i>	0
R0090 <i>Holdings in related undertakings, including participations</i>	-6,309
R0100 <i>Equities</i>	1,270
R0110 <i>Equities - listed</i>	1,248
R0120 <i>Equities - unlisted</i>	22
R0130 <i>Bonds</i>	312,202
R0140 <i>Government Bonds</i>	41,435
R0150 <i>Corporate Bonds</i>	269,128
R0160 <i>Structured notes</i>	0
R0170 <i>Collateralised securities</i>	1,638
R0180 <i>Collective Investments Undertakings</i>	142,044
R0190 <i>Derivatives</i>	
R0200 <i>Deposits other than cash equivalents</i>	0
R0210 <i>Other investments</i>	0
R0220 Assets held for index-linked and unit-linked contracts	
R0230 Loans and mortgages	0
R0240 <i>Loans on policies</i>	0
R0250 <i>Loans and mortgages to individuals</i>	
R0260 <i>Other loans and mortgages</i>	
R0270 Reinsurance recoverables from:	215,723
R0280 <i>Non-life and health similar to non-life</i>	215,723
R0290 <i>Non-life excluding health</i>	215,722
R0300 <i>Health similar to non-life</i>	1
R0310 <i>Life and health similar to life, excluding index-linked and unit-linked</i>	0
R0320 <i>Health similar to life</i>	
R0330 <i>Life excluding health and index-linked and unit-linked</i>	
R0340 <i>Life index-linked and unit-linked</i>	
R0350 Deposits to cedants	0
R0360 Insurance and intermediaries receivables	55,112
R0370 Reinsurance receivables	
R0380 Receivables (trade, not insurance)	
R0390 Own shares (held directly)	
R0400 Amounts due in respect of own fund items or initial fund called up but not yet paid in	0
R0410 Cash and cash equivalents	48,848
R0420 Any other assets, not elsewhere shown	12,613
R0500 Total assets	783,414

S.02.01.02

Balance sheet

Solvency II value		
C0010		
R0510	Technical provisions - non-life	473,996
R0520	<i>Technical provisions - non-life (excluding health)</i>	461,993
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	443,454
R0550	<i>Risk margin</i>	18,539
R0560	<i>Technical provisions - health (similar to non-life)</i>	12,003
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	11,259
R0590	<i>Risk margin</i>	744
R0600	Technical provisions - life (excluding index-linked and unit-linked)	0
R0610	<i>Technical provisions - health (similar to life)</i>	0
R0620	<i>TP calculated as a whole</i>	
R0630	<i>Best Estimate</i>	
R0640	<i>Risk margin</i>	
R0650	<i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	0
R0660	<i>TP calculated as a whole</i>	
R0670	<i>Best Estimate</i>	
R0680	<i>Risk margin</i>	
R0690	Technical provisions - index-linked and unit-linked	0
R0700	<i>TP calculated as a whole</i>	
R0710	<i>Best Estimate</i>	
R0720	<i>Risk margin</i>	
R0740	Contingent liabilities	0
R0750	Provisions other than technical provisions	1,120
R0760	Pension benefit obligations	
R0770	Deposits from reinsurers	
R0780	Deferred tax liabilities	3,766
R0790	Derivatives	
R0800	Debts owed to credit institutions	
R0810	Financial liabilities other than debts owed to credit institutions	
R0820	Insurance & intermediaries payables	6,976
R0830	Reinsurance payables	4,120
R0840	Payables (trade, not insurance)	
R0850	Subordinated liabilities	0
R0860	<i>Subordinated liabilities not in BOF</i>	
R0870	<i>Subordinated liabilities in BOF</i>	0
R0880	Any other liabilities, not elsewhere shown	22,244
R0900	Total liabilities	512,221
R1000	Excess of assets over liabilities	271,193

S.23.01.22

Own Funds

Basic own funds before deduction for participations in other financial sector

R0010	Ordinary share capital (gross of own shares)	
R0020	Non-available called but not paid in ordinary share capital at group level	
R0030	Share premium account related to ordinary share capital	
R0040	Initial funds, members' contributions or the equivalent basic own-fund item for mutual and mutual-type undertakings	
R0050	Subordinated mutual member accounts	
R0060	Non-available subordinated mutual member accounts at group level	
R0070	Surplus funds	
R0080	Non-available surplus funds at group level	
R0090	Preference shares	
R0100	Non-available preference shares at group level	
R0110	Share premium account related to preference shares	
R0120	Non-available share premium account related to preference shares at group level	
R0130	Reconciliation reserve	
R0140	Subordinated liabilities	
R0150	Non-available subordinated liabilities at group level	
R0160	An amount equal to the value of net deferred tax assets	
R0170	The amount equal to the value of net deferred tax assets not available at the group level	
R0180	Other items approved by supervisory authority as basic own funds not specified above	
R0190	Non available own funds related to other own funds items approved by supervisory authority	
R0200	Minority interests (if not reported as part of a specific own fund item)	
R0210	Non-available minority interests at group level	
R0220	Own funds from the financial statements that should not be represented by the reconciliation reserve and do not meet the criteria to be classified as Solvency II own funds	
R0230	Deductions for participations in other financial undertakings, including non-regulated undertakings carrying out financial activities	
R0240	whereof deducted according to art 228 of the Directive 2009/138/EC	
R0250	Deductions for participations where there is non-availability of information (Article 229)	
R0260	Deduction for participations included by using D&A when a combination of methods is used	
R0270	Total of non-available own fund items	
R0280	Total deductions	
R0290	Total basic own funds after deductions	

Ancillary own funds

R0300	Unpaid and uncalled ordinary share capital callable on demand	
R0310	Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	
R0320	Unpaid and uncalled preference shares callable on demand	
R0330	A legally binding commitment to subscribe and pay for subordinated liabilities on demand	
R0340	Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	
R0350	Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC	
R0360	Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	
R0370	Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	
R0380	Non available ancillary own funds at group level	
R0390	Other ancillary own funds	
R0400	Total ancillary own funds	

Own funds of other financial sectors

R0410	Credit Institutions, investment firms, financial institutions, alternative investment fund managers, UCITS management companies	
R0420	Institutions for occupational retirement provision	
R0430	Non regulated entities carrying out financial activities	
R0440	Total own funds of other financial sectors	

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
350,010	350,010		0	
0				
0	0		0	
0	0		0	
0		0	0	0
0				
0	0			
0	0			
0		0	0	0
0				
0		0	0	0
0				
-78,817	-78,817			
0		0	0	0
0				0
0				0
0	0	0	0	0
0				
0				
0				
0				
271,193	271,193	0	0	0
0				
0				
0				
0				
0				
0				
0				
0				
0			0	0
0				
0				
0				
0				
0				
0				
0				
0	0	0	0	0

S.23.01.22
Own Funds

Basic own funds before deduction for participations in other financial sector

Own funds when using the D&A, exclusively or in combination of method 1

R0450	Own funds aggregated when using the D&A and combination of method
R0460	Own funds aggregated when using the D&A and combination of method net of IGT
R0520	Total available own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A)
R0530	Total available own funds to meet the minimum consolidated group SCR
R0560	Total eligible own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A)
R0570	Total eligible own funds to meet the minimum consolidated group SCR (group)
R0610	Minimum consolidated Group SCR
R0650	Ratio of Eligible own funds to Minimum Consolidated Group SCR
R0660	Total eligible own funds to meet the group SCR (including own funds from other financial sector and from the undertakings included via D&A)
R0680	Group SCR
R0690	Ratio of Eligible own funds to group SCR including other financial sectors and the undertakings included via D&A

Reconciliation reserve

R0700	Excess of assets over liabilities
R0710	Own shares (held directly and indirectly)
R0720	Forseeable dividends, distributions and charges
R0730	Other basic own fund items
R0740	Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds
R0750	Other non available own funds
R0760	Reconciliation reserve

Expected profits

R0770	Expected profits included in future premiums (EPIFP) - Life business
R0780	Expected profits included in future premiums (EPIFP) - Non- life business
R0790	Total Expected profits included in future premiums (EPIFP)

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
0				
0				
271,193	271,193	0	0	0
271,193	271,193	0	0	
271,193	271,193	0	0	0
271,193	271,193	0	0	
40,050				
677.13%				
271,193	271,193	0	0	0
97,710				
277.55%				
C0060				
271,193				
350,010				
0				
-78,817				
0				

S.25.01.22

Solvency Capital Requirement - for groups on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
		C0090	C0120
R0010 Market risk	18,946		
R0020 Counterparty default risk	17,761		
R0030 Life underwriting risk	4,434		
R0040 Health underwriting risk	9		
R0050 Non-life underwriting risk	66,116		
R0060 Diversification	-22,911		
R0070 Intangible asset risk	0		
R0100 Basic Solvency Capital Requirement	84,355		
Calculation of Solvency Capital Requirement			
R0130 Operational risk	13,354		
R0140 Loss-absorbing capacity of technical provisions	0		
R0150 Loss-absorbing capacity of deferred taxes	0		
R0160 Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0		
R0200 Solvency Capital Requirement excluding capital add-on	97,710		
R0210 Capital add-ons already set	0		
R0220 Solvency capital requirement for undertakings under consolidated method	97,710		
Other information on SCR			
R0400 Capital requirement for duration-based equity risk sub-module	0		
R0410 Total amount of Notional Solvency Capital Requirements for remaining part	0		
R0420 Total amount of Notional Solvency Capital Requirements for ring fenced funds	0		
R0430 Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0		
R0440 Diversification effects due to RFF nSCR aggregation for article 304	0		
R0470 Minimum consolidated group solvency capital requirement	40,050		
Information on other entities			
R0500 Capital requirement for other financial sectors (Non-insurance capital requirements)	0		
R0510 <i>Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies</i>	0		
R0520 <i>Institutions for occupational retirement provisions</i>	0		
R0530 <i>Capital requirement for non-regulated entities carrying out financial activities</i>	0		
R0540 Capital requirement for non-controlled participation requirements	0		
R0550 Capital requirement for residual undertakings	0		
Overall SCR			
R0560 SCR for undertakings included via D&A	0		
R0570 Solvency capital requirement	97,710		

USP Key

For life underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 9 - None

For health underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 2 - Standard deviation for NSLT health premium risk
- 3 - Standard deviation for NSLT health gross premium risk
- 4 - Adjustment factor for non-proportional reinsurance
- 5 - Standard deviation for NSLT health reserve risk
- 9 - None

For non-life underwriting risk:

- 4 - Adjustment factor for non-proportional reinsurance
- 6 - Standard deviation for non-life premium risk
- 7 - Standard deviation for non-life gross premium risk
- 8 - Standard deviation for non-life reserve risk
- 9 - None

S.32.01.22

Undertakings in the scope of the group

	Country	Identification code of the undertaking	Type of code of the ID of the undertaking	Legal Name of the undertaking	Type of undertaking	Legal form	Category (mutual/non mutual)	Supervisory Authority
Row	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080
1	GB	5493001W3NTGB2HAN989	LEI	Aioi Nissay Dowa Insurance Company of Europe SE	Non life insurance undertaking	Limited by shares	Non-mutual	Commissariat aux Assurances (CAA)
2	DE	3912008URQQCWTNXTA91	LEI	Aioi Nissay Dowa Life Insurance Of Europe AG	Life insurance undertaking	Aktiengesellschaft	Non-mutual	Federal Financial Supervisory Authority (Bf)
3	GB	5493001W3NTGB2HAN989GB00	Specific code	Aioi Nissay Dowa Insurance Management Limited	Ancillary services undertaking as defined in Article 1 (53) of Delegated Regulation (EU) 2015/35	Limited by shares	Non-mutual	
4	GB	5493001W3NTGB2HAN989GB00	Specific code	Toyota Insurance Management Limited	Other	Limited by shares	Non-mutual	Financial Conduct Authority
5	RU	5493001W3NTGB2HAN989RU00	Specific code	Toyota Insurance Management (Insurance Brokers)	Other	Limited Liability Corporation	Non-mutual	Central Bank of Russia
6	RU	5493001W3NTGB2HAN989RU00	Specific code	Toyota Insurance (Insurance Agent) LLC	Other	Limited Liability Corporation	Non-mutual	Central Bank of Russia
7	KZ	5493001W3NTGB2HAN989KZ00	Specific code	Toyota Insurance Management (Insurance Brokers)	Other	Limited Liability Partnership	Non-mutual	
8	IT	5493001W3NTGB2HAN989IT000	Specific code	Top Class Insurance Broker Srl	Other	Società a responsabilità limitata	Non-mutual	Italian Insurance Supervisory Authority (IV)
9	IT	5493001W3NTGB2HAN989IT000	Specific code	Top Class Insurance Srl	Other	Società a responsabilità limitata	Non-mutual	Italian Insurance Supervisory Authority (IV)
10	GI	5493001W3NTGB2HAN989GI000	Specific code	Box Innovation Group Limited	Other	Limited by shares	Non-mutual	
11	GB	5493001W3NTGB2HAN989GB00	Specific code	ITB Web Limited	Other	Limited by shares	Non-mutual	
12	GI	5493001W3NTGB2HAN989GI000	Specific code	Insure The Box Limited	Other	Limited by shares	Non-mutual	Gibraltar Financial Services Commission
13	GB	5493001W3NTGB2HAN989GB00	Specific code	ITB Services Limited	Other	Limited by shares	Non-mutual	
14	GB	5493001W3NTGB2HAN989GB00	Specific code	ITB Telematics Solutions LLP	Other	Limited by shares	Non-mutual	
15	GI	5493001W3NTGB2HAN989GI000	Specific code	ITB Premium Finance Limited	Other	Limited by shares	Non-mutual	
16	GB	213800NEYB7AD3MF5D48	Specific code	Aioi Nissay Dowa Europe Limited	Insurance holding company as defined in Article 212(1) (f) of Directive 2009/138/EC	Limited by shares	Non-mutual	Prudential Regulatory Authority (PRA)
17	GB	5493001W3NTGB2HAN989GB00	Specific code	Aioi Nissay Dowa UK Limited	Other	Limited by shares	Non-mutual	

S.32.01.22

Undertakings in the scope of the group

Country	Identification code of the undertaking	Type of code of the ID of the undertaking	Criteria of influence					Inclusion in the scope of Group supervision		Group solvency calculation		
			% capital share	% used for the establishment of consolidated accounts	% voting rights	Other criteria	Level of influence	Proportional share used for group solvency calculation	YES/NO		Date of decision if art. 214 is applied	
Row	C0010	C0020	C0030	C0180	C0190	C0200	C0210	C0220	C0230	C0240	C0250	C0260
1	GB	5493001W3NTGB2HAN989	LEI	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Full consolidation
2	DE	3912008URQQCWTNXTA91	LEI	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Full consolidation
3	GB	5493001W3NTGB2HAN989GB00	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Full consolidation
4	GB	5493001W3NTGB2HAN989GB00	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
5	RU	5493001W3NTGB2HAN989RU00	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
6	RU	5493001W3NTGB2HAN989RU00	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
7	KZ	5493001W3NTGB2HAN989KZ00	Specific code	75.00%	100.00%	75.00%		Dominant	75.00%	Included in the scope		Method 1: Adjusted equity method
8	IT	5493001W3NTGB2HAN989IT000	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
9	IT	5493001W3NTGB2HAN989IT000	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
10	GI	5493001W3NTGB2HAN989GI000	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
11	GB	5493001W3NTGB2HAN989GB00	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
12	GI	5493001W3NTGB2HAN989GI000	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
13	GB	5493001W3NTGB2HAN989GB00	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
14	GB	5493001W3NTGB2HAN989GB00	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
15	GI	5493001W3NTGB2HAN989GI000	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method
16	GB	213800NEYB7AD3MF5D48	Specific code									Method 1: Full consolidation
17	GB	5493001W3NTGB2HAN989GB00	Specific code	100.00%	100.00%	100.00%		Dominant	100.00%	Included in the scope		Method 1: Adjusted equity method