

S.16.01. - Information on annuities stemming from Non-Life Insurance obligations (Old TP-F4)

General comments:

This Annex contains additional instructions in relation to the templates included in Annex I of this Regulation. The first column of the next table identifies the items to be reported by identifying the columns and lines as showed in the template in Annex I.

This annex relates to annual submission of information for individual undertakings.

This template should be reported only for annuities stemming from non-life issued as direct business only. It excludes Life products and includes non-life annuities from claims (although valued similarly to life products, they do not share the same characteristics, such as surrender value for instance).

This template should be reported by non-life line of business originating the annuity and by currency, considering the following specifications:

- i. The information shall be reported on the basis of accident year or underwriting year, depending on approach used by each undertaking for the specific line of business unless otherwise specified;
- ii. If the best estimate for the annuity claims provisions on a discounted basis from one non-life line of business represents less than 3% of the total best estimate for all annuity claims provisions no currency split is required;
- iii. If the best estimate for the annuity claims provisions on a discounted basis from one non-life line of business represents more than 3% of the total best estimate for all annuity claims provisions the information shall be reported with the following split by currencies:
 - a) Amounts for the solvency II reporting currency;
 - b) Amounts for any currency that represents more than 25% of the best estimate for the annuity claims provisions on a discounted basis from that non-life line of business; or
 - c) Amounts for any currency that represents less than 25% of the best estimate for the annuity claims provisions (discounted basis) from that non-life line of business but more than 5% of total best estimate for all annuity claims provisions.
- iv. Historical data starting from the first time application of Solvency II is not required but might be filled in a best effort basis. For the first reporting year only first year need to be reported. In the following years, for each year, information on one additional year shall be submitted up to the limit of 15 years.

This template is interlinked with the non-Life template S.19.01. The sum of technical provisions in templates S.16.01 and S.19.01 for one non-life LoB represents the total claims best estimate originating from this LoB (also refer log to template S.19.01). Obligations move from S.19.01 into S.16.01, when both of the conditions below are met:

- i. the obligation has a high degree of certainty that it will be settled as an annuity; and
- ii. an amount can be established using life techniques for the RBNS required for the annuity.

In the unlikely event the obligation subsequently ends up being settled via a lump sum, the lump sum would be recorded as a payment in template S.16.01; i.e. there is no movement of claims data out of template S.16.01 and into S.19.01.

In case of Accident year used amount shall be reported by year of occurrence of the accidents that have originated the claims associated to annuities.

In case of transfer of portfolio or other merger and acquisition operations, undertakings are required to restate the historical data submitted in the first reporting date after the transfer/M&A in order to present consistent data.

	ITEM	INSTRUCTIONS
Z0010 (A00)	The related non-life line of business	Name of the line of business, as defined in Annex 1 of Implementing measures. The origin of the liability (medical expense, income protection, workers' comp, motor liability etc.). All the figures in the template are stemming from the related line of business. The following close list shall be used: 1 - Medical expense insurance 2 - Income protection insurance 3 - Workers' compensation insurance 4 - Motor vehicle liability insurance 5 - Other motor insurance 6 - Marine, aviation and transport insurance 7 - Fire and other damage to property insurance 8 - General liability insurance 9 - Credit and suretyship insurance 10 - Legal expenses insurance 11 - Assistance 12 - Miscellaneous financial loss
Z0020 (A03)	Accident year / Underwriting year	Report the standard used by the undertakings for reporting of claims development. The following close list shall be used: 1 - Accident year 2 - Underwriting year
Z0030	Total LoB or by currency	Identify if the data refers to the total of the LoB or to the additional split by currency. One of the options in the following closed list shall be used: 1 – Total amount of LoB for all currencies 2 – By currency
Z0040 (A01)	Currency	Identify the ISO 4217 alphabetic code of the settlement currency of the obligation. All amounts are reported in the undertaking's reporting currency. This item shall be left blank when reporting the total for the line of business.

Information on year N:

C0010/R0010 (H1)	The average technical rate	The average technical rate in percentage (as a decimal) for the end of year N
C0010/R0020 (I1)	The average duration of the obligations	Average duration in years on total portfolio basis for the end of the year N
C0010/R0030 (J1)	The weighted average age of the beneficiaries	The weight shall be the Best Estimate for annuity claims provisions at the end of year N. Age of beneficiaries calculated on a weighted average for total portfolio. The beneficiary is the person to whom the payments are reverting to, following the occurrence of a claim (that affects the insured person) which originates this type of payment.

Annuities information:

C0020/R0040-R0190 (A1-A16)	Undiscounted annuity claims provisions at the start of year N	Amount of annuity claims best estimate stemming from Non-Life Insurance obligations at beginning of year N. This is a part of technical provisions set up during year N (Net movements between new reserves during N/release of serves
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C0030/R0040-R0190 (B1 – B16)	Undiscounted annuity claims provisions set up during year N	Total amount of annuity claims provisions stemming from Non-Life Insurance obligations set up during year N as at the moment they were first set up (i.e., where assumptions used were for the first time based on life techniques)
C0040/R0040-R0190 (C1 – C16)	Annuity payments paid during year N	Total amount of annuity payments stemming from Non-Life Insurance claims made during the calendar year N.
C0050/R0040-R0190 (D1 – D16)	Undiscounted annuity claims provisions at the end of year N	Total amount of annuity claims provisions stemming from Non-Life Insurance obligations at end of year N.
C0060/R0040-R0190 (E1 – E16)	Number of annuities obligations at the end of year N	Number of non-life insurance annuity obligations.
C0070/R0040-R0190 (F1 – F16)	Best Estimate for annuity claims provisions at the end of year N (discounted basis)	Best estimate covering annuities stemming from Non-Life Insurance Obligations at the end of calendar year N.
C0080/R0040-R0190 (G1 – G16)	Undiscounted development result	Undiscounted development result given by the formula: Undiscounted annuity claims provisions at the start of year N + Undiscounted annuity claims provisions set up during year N - Annuity payments paid during year N - Undiscounted annuity claims provisions at the end of year N
C0020-C0080/R0200	Total	Total amount of the undiscounted development result for the total number of years.