

S.18.01. - Projection of future cash flows (Best Estimate - Non Life)

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 applies only to Best Estimate and the following shall be considered:

- It is required to take into account all the cash flows expressed in different currencies and convert them in the reporting currency;
- The cash flows shall be reported gross of reinsurance and undiscounted;
- In case of use of simplification for the calculation of technical provisions, for which the undertaking does not make estimate of the expected future cash-flows arising from the contracts, it is required to make a distinction between short and long tail business. The obligation to report future expected cash-flows will be kept for reporting purpose only in case of a material part of TP (more than 10%) has a long settlement period, while undertakings will be allowed to exclude from template S.18.01 and S.13.01 the cash-flows related to technical provisions with a short settlement period (less than 24 months).

	ITEM	INSTRUCTIONS
C0010/R0010 to R0310 (A1)	Best Estimate Premium Provision (Gross) – Cash out-flows - Future Benefits	Amounts of all the expected payments to policyholders and beneficiaries as defined in Article 78 (3) of Directive 2009/138/EC, referred to the whole portfolio of non-life obligations falling within the contract boundary, used in the calculation of premium provisions, from year 1 to year 30 and from year 31 and after.
C0020/R0010 to R0310 (B1)	Best Estimate Premium Provision (Gross) – Cash out-flows - Future expenses and other cash-out flows	Amount of expenses that will be incurred in servicing insurance and reinsurance obligations as defined in Article 78 (1) of Directive 2009/138/EC and in article 31 of Implementing measures and other cash-out flow items such as taxation payments which are charged to policyholders used in the calculation of premium provisions, referred to the whole portfolio of non-life obligations from year 1 to year 30 and from year 31 and after.
C0030/R0010 to R0310 (C1)	Best Estimate Premium Provision (Gross) – Cash in-flows - Future Premiums	Amounts of all the future premiums stemming from existing policies, excluding the past-due premiums, referred to the whole portfolio of non-life obligations, used in the calculation of premium provisions, from year 1 to year 30 and from year 31 and after.
C0040/R0010 to R0310 (D1)	Best Estimate Premium Provision (Gross) – Cash in-flows - Other cash-in flows	Amount of recoverables from salvages and subrogations and other cash-in flows (not including investment returns), used in the calculation of premium provisions, referred to the whole portfolio of non-life obligations from year 1 to year 30 and from year 31 and after.
C0050/R0010 to R0310 (E1)	Best Estimate Claims Provision (Gross) – Cash out-flows - Future Benefits	Amounts of all the expected payments to policyholders and beneficiaries as defined in Article 78 (3) of Directive 2009/138/EC, referred to the whole portfolio of non-life obligations and relating existing contracts, used in the calculation of claims provisions, from year 1 to year 30 and from year 31 and after.
C0060/R0010 to R0310 (F1)	Best Estimate Claims Provision (Gross) – Cash out-flows - Future Expenses and other cash-out flows	Amount of expenses that will be incurred in servicing insurance and reinsurance obligations as defined in Article 78 (1) of Directive 2009/138/EC and other cash-flow items such as taxation payments which are charged to policyholders used in the calculation of claims provisions, referred to the whole portfolio of non-life obligations from year 1 to year 30 and from year 31 and after.

C0070/R0010 to R0310 (G1)	Best Estimate Claims Provision (Gross) – Cash in-flows - Future premiums	Amounts of all the future premiums stemming from existing policies, excluding the past-due premiums, referred to the whole portfolio of non-life obligations used in the calculation of claims provisions, from year 1 to year 30 and from year 31 and after.
C0080/R0010 to R0310 (H1)	Best Estimate Claims Provision (Gross) – Cash in-flows - Other cash-in flows	Amount of recoverables from salvages and subrogations and other cash-in flows (not including investment returns), used in the calculation of claims provisions, referred to the whole portfolio of non-life obligations and relating existing contracts, from year 1 to year 30 and from year 31 and after.
C0090/R0010 to R0310 (I1)	Total recoverable from reinsurance (after the adjustment)	Amounts recoverable from reinsurance/SPV and Finite reinsurance, referred to both premiums provisions and claims provisions, adjusted for expected losses due to counterparty default, referred to the whole portfolio of non-life obligations from year 1 to year 30 and from year 31 and after.