

Royal Crown Insurance Co Ltd

Solvency and Financial Condition Report

Disclosures

31 December

2020

(Monetary amounts in EUR thousands)

General information

Undertaking name	Royal Crown Insurance Co Ltd
Undertaking identification code	213800OEXQ1KPSBJXC52
Type of code of undertaking	LEI
Type of undertaking	Non-life undertakings
Country of authorisation	CY
Language of reporting	en
Reporting reference date	31 December 2020
Currency used for reporting	EUR
Accounting standards	IFRS
Method of Calculation of the SCR	Standard formula
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.05.02.01 - Premiums, claims and expenses by country
- S.17.01.02 - Non-Life Technical Provisions
- S.19.01.21 - Non-Life insurance claims
- S.23.01.01 - Own Funds
- S.25.01.21 - Solvency Capital Requirement - for undertakings on Standard Formula
- S.28.01.01 - Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

S.02.01.02
Balance sheet

Solvency II value	
C0010	
Liabilities	
R0510 Technical provisions - non-life	9,389
R0520 <i>Technical provisions - non-life (excluding health)</i>	9,366
R0530 <i>TP calculated as a whole</i>	0
R0540 <i>Best Estimate</i>	8,783
R0550 <i>Risk margin</i>	583
R0560 <i>Technical provisions - health (similar to non-life)</i>	23
R0570 <i>TP calculated as a whole</i>	0
R0580 <i>Best Estimate</i>	22
R0590 <i>Risk margin</i>	1
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	
R0750 Provisions other than technical provisions	
R0760 Pension benefit obligations	
R0770 Deposits from reinsurers	
R0780 Deferred tax liabilities	520
R0790 Derivatives	
R0800 Debts owed to credit institutions	
R0810 Financial liabilities other than debts owed to credit institutions	92
R0820 Insurance & intermediaries payables	470
R0830 Reinsurance payables	1,149
R0840 Payables (trade, not insurance)	424
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	644
R0900 Total liabilities	12,689
R1000 Excess of assets over liabilities	7,722

S.05.02.01

Premiums, claims and expenses by country

Non-life

	C0010	C0020	C0030	C0040	C0050	C0060	C0070
	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations			Top 5 countries (by amount of gross premiums written) - non-life obligations		Total Top 5 and home country
R0010	C0080	C0090	C0100	C0110	C0120	C0130	C0140
Premiums written							
R0110	Gross - Direct Business	10,093					10,093
R0120	Gross - Proportional reinsurance accepted						0
R0130	Gross - Non-proportional reinsurance accepted						0
R0140	Reinsurers' share	3,635					3,635
R0200	Net	6,458					6,458
Premiums earned							
R0210	Gross - Direct Business	10,075					10,075
R0220	Gross - Proportional reinsurance accepted						0
R0230	Gross - Non-proportional reinsurance accepted						0
R0240	Reinsurers' share	3,551					3,551
R0300	Net	6,525					6,525
Claims incurred							
R0310	Gross - Direct Business	3,916					3,916
R0320	Gross - Proportional reinsurance accepted						0
R0330	Gross - Non-proportional reinsurance accepted						0
R0340	Reinsurers' share	1,108					1,108
R0400	Net	2,808					2,808
Changes in other technical provisions							
R0410	Gross - Direct Business	37					37
R0420	Gross - Proportional reinsurance accepted						0
R0430	Gross - Non-proportional reinsurance accepted						0
R0440	Reinsurers' share						0
R0500	Net	37					37
R0550	Expenses incurred	3,047					3,047
R1200	Other expenses						13
R1300	Total expenses						3,060

S.17.01.02

Non-Life Technical Provisions

		Direct business and accepted proportional reinsurance										Accepted non-proportional reinsurance				Total Non-Life obligation		
		Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Miscellaneous financial loss	Non-proportional health reinsurance	Non-proportional casualty reinsurance		Non-proportional marine, aviation and transport reinsurance	Non-proportional property reinsurance
		C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010	Technical provisions calculated as a whole		0		0	0	0	0	0				0					0
R0050	Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP calculated as a whole																	0
Technical provisions calculated as a sum of BE and RM																		
Best estimate																		
Premium provisions																		
R0060	Gross		12		1,117	540	-1	108	-80				-13					1,683
R0140	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default		3		-177	-40	-9	-78	-159				-16					-476
R0150	Net Best Estimate of Premium Provisions		9		1,294	580	7	186	79				3					2,158
Claims provisions																		
R0160	Gross		10		5,201	387	75	431	1,018				0					7,122
R0240	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default		0		714	0	48	349	176				0					1,287
R0250	Net Best Estimate of Claims Provisions		10		4,487	387	26	82	842				0					5,835
R0260	Total best estimate - gross		22		6,318	927	73	539	938				-13					8,805
R0270	Total best estimate - net		19		5,781	967	34	268	921				3					7,993
R0280	Risk margin		1		422	71	2	20	67				0					584
Amount of the transitional on Technical Provisions																		
R0290	Technical Provisions calculated as a whole																	0
R0300	Best estimate																	0
R0310	Risk margin																	0
R0320	Technical provisions - total		23		6,741	998	76	559	1,005				-13					9,389
R0330	Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total		3		537	-40	39	271	18				-16					811
R0340	Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total		20		6,204	1,038	36	288	988				3					8,577

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year

Gross Claims Paid (non-cumulative)														
(absolute amount)														
Year	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180	
	Development year											In Current year	Sum of years (cumulative)	
	0	1	2	3	4	5	6	7	8	9	10 & +			
R0100	Prior											25	25	25
R0160	2011	2,487	1,213	514	67	78	146	28	78	93	118		118	4,823
R0170	2012	2,298	1,290	254	99	66	31	62	33	195			195	4,328
R0180	2013	1,971	841	125	12	15	40	53	48				48	3,104
R0190	2014	2,132	940	229	22	292	9	12					12	3,635
R0200	2015	2,028	960	68	65	89	1,048						1,048	4,259
R0210	2016	2,152	860	111	111	3							3	3,237
R0220	2017	2,319	1,003	98	63								63	3,483
R0230	2018	2,148	987	235									235	3,370
R0240	2019	2,352	1,194										1,194	3,546
R0250	2020	1,726											1,726	1,726
R0260												Total	4,668	35,537

Gross Undiscounted Best Estimate Claims Provisions													
(absolute amount)													
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	C0360	
	Development year											Year end (discounted data)	
	0	1	2	3	4	5	6	7	8	9	10 & +		
R0100	Prior											67	68
R0160	2011	0	0	0	0	0	705	610	511	388	295		299
R0170	2012	0	0	0	0	763	736	638	615	610			618
R0180	2013	0	0	0	982	942	887	561	531				539
R0190	2014	0	0	678	742	601	545	592					601
R0200	2015	0	917	774	917	1,042	805						818
R0210	2016	1,901	942	757	587	467							474
R0220	2017	1,995	925	765	702								712
R0230	2018	2,033	815	495									503
R0240	2019	2,304	995										1,009
R0250	2020	1,461											1,480
R0260												Total	7,122

S.25.01.21

Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
R0010 Market risk	2,467		
R0020 Counterparty default risk	1,527		
R0030 Life underwriting risk	0		
R0040 Health underwriting risk	12		
R0050 Non-life underwriting risk	2,760		
R0060 Diversification	-1,710		
R0070 Intangible asset risk	0		
R0100 Basic Solvency Capital Requirement	5,056		
Calculation of Solvency Capital Requirement			
R0130 Operational risk	302		
R0140 Loss-absorbing capacity of technical provisions	0		
R0150 Loss-absorbing capacity of deferred taxes			
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	5,358		
R0210 Capital add-ons already set	0		
R0220 Solvency capital requirement	5,358		
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		
Approach to tax rate			
R0590 Approach based on average tax rate	0		
Calculation of loss absorbing capacity of deferred taxes			
R0640 LAC DT			
R0650 LAC DT justified by reversion of deferred tax liabilities	0		
R0660 LAC DT justified by reference to probable future taxable economic profit	0		
R0670 LAC DT justified by carry back, current year	0		
R0680 LAC DT justified by carry back, future years	0		
R0690 Maximum LAC DT	0		

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

C0109

0

LAC DT

C0130

0

0

0

0

0

S.28.01.01

Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

Linear formula component for non-life insurance and reinsurance obligations

R0010 MCR_{NL} Result

C0010

1,294

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
	C0020	C0030
	0	
	19	26
	0	
	5,781	3,293
	967	1,345
	34	54
	268	786
	921	917
	0	
	0	
	0	
	3	37
	0	
	0	
	0	
	0	
	0	

- R0020 Medical expense insurance and proportional reinsurance
- R0030 Income protection insurance and proportional reinsurance
- R0040 Workers' compensation insurance and proportional reinsurance
- R0050 Motor vehicle liability insurance and proportional reinsurance
- R0060 Other motor insurance and proportional reinsurance
- R0070 Marine, aviation and transport insurance and proportional reinsurance
- R0080 Fire and other damage to property insurance and proportional reinsurance
- R0090 General liability insurance and proportional reinsurance
- R0100 Credit and suretyship insurance and proportional reinsurance
- R0110 Legal expenses insurance and proportional reinsurance
- R0120 Assistance and proportional reinsurance
- R0130 Miscellaneous financial loss insurance and proportional reinsurance
- R0140 Non-proportional health reinsurance
- R0150 Non-proportional casualty reinsurance
- R0160 Non-proportional marine, aviation and transport reinsurance
- R0170 Non-proportional property reinsurance

Linear formula component for life insurance and reinsurance obligations

R0200 MCR_L Result

C0040

0

	Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
	C0050	C0060

- R0210 Obligations with profit participation - guaranteed benefits
- R0220 Obligations with profit participation - future discretionary benefits
- R0230 Index-linked and unit-linked insurance obligations
- R0240 Other life (re)insurance and health (re)insurance obligations
- R0250 Total capital at risk for all life (re)insurance obligations

Overall MCR calculation

- R0300 Linear MCR
- R0310 SCR
- R0320 MCR cap
- R0330 MCR floor
- R0340 Combined MCR
- R0350 Absolute floor of the MCR
- R0400 Minimum Capital Requirement

C0070

1,294
5,358
2,411
1,340
1,340
3,700
3,700