

Box and whisker plots – Market Wide

Based on submitted LCRs

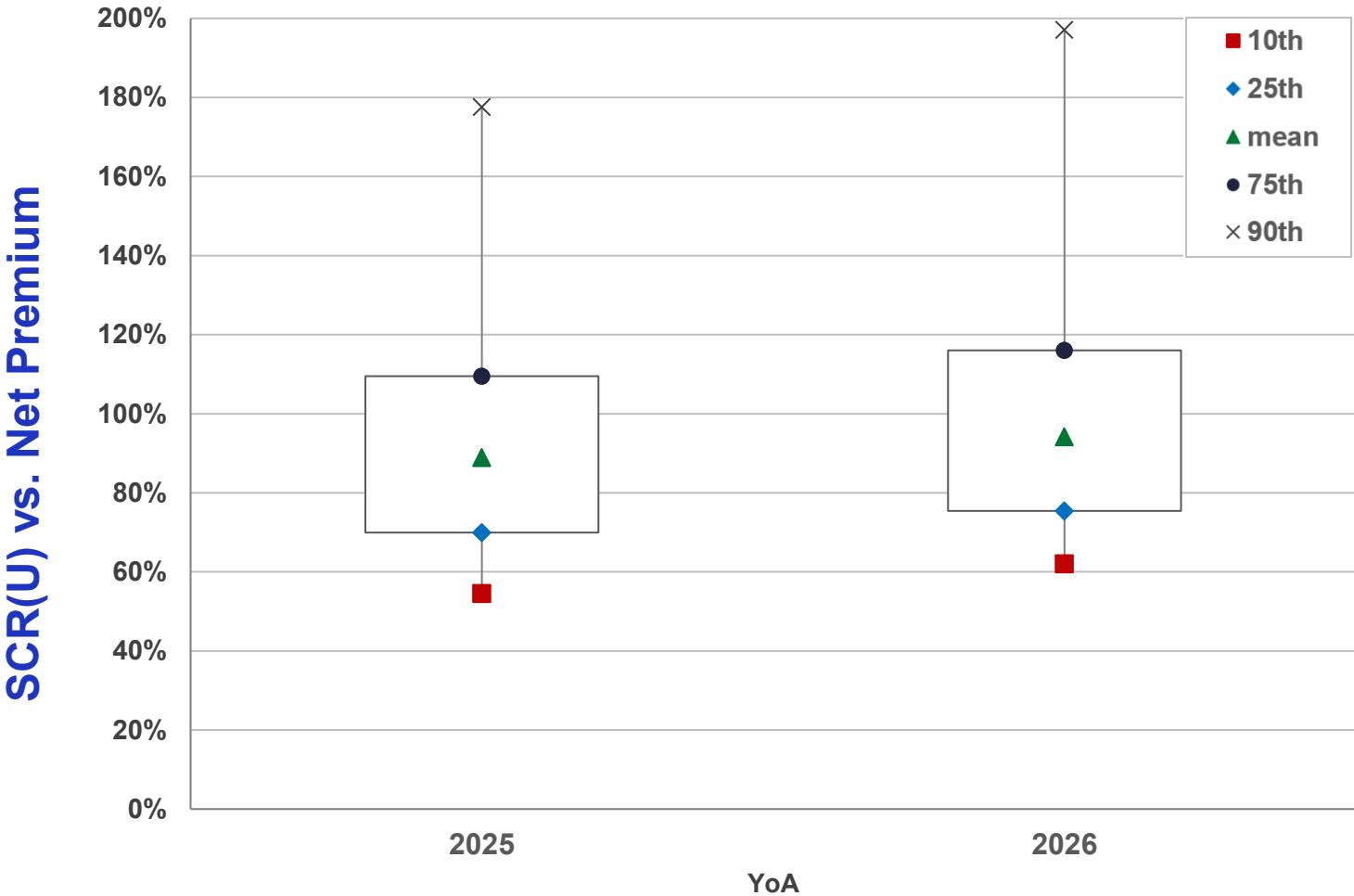
Notes for following box & whisker plots

Some caution should be used by agents when using the following graphs as a benchmarking tool. These are provided for high-level reference only. Limited (if any) reliance should be placed on these to support capital submissions.

- When being used, they may be out of date (and market capital can move materially over time as we have seen!)
- They are one-dimensional i.e. do not reflect capital size or syndicate maturity.
- Net ratios reflect different reinsurance structures & strategies, in addition to the underlying gross business features (e.g., line sizes, T&Cs, mix of business, primary vs excess, concentrations, geographical exposures, etc.).
- Benchmarking to a certain quartile would presume knowledge of other market participant's risk profiles and risk appetite.
- These only include figures reported in LCRs; risk category data will therefore exclude instances where management adjustments have been reported for any modelling deficiencies
- Consistent with the prior year, the ultimate SCR in these charts is based on 4% Cost of Capital i.e. does not include allowance for the Risk Margin Cost of Capital adjustment from LCR form 309.

Ultimate SCR vs. net premium

Excludes loads and other adjustments

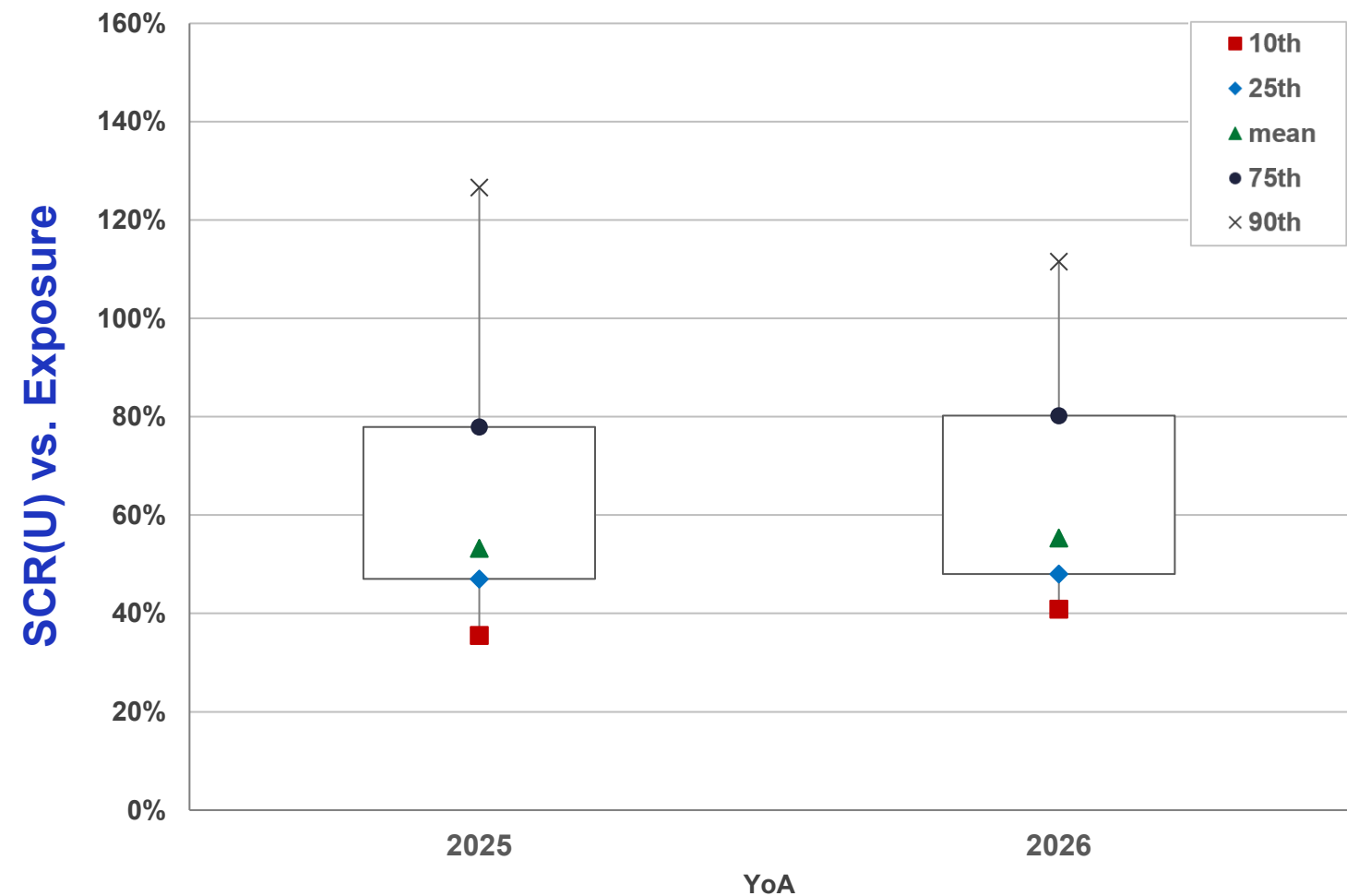


SCR(U): Submitted uSCR (F309.1 B1)
+ ultimate management adjustment
(F309.1 B2a)

Net premium income: F313.1 D1

Ultimate SCR + RiM vs. Exposure

Excludes loads and other adjustments



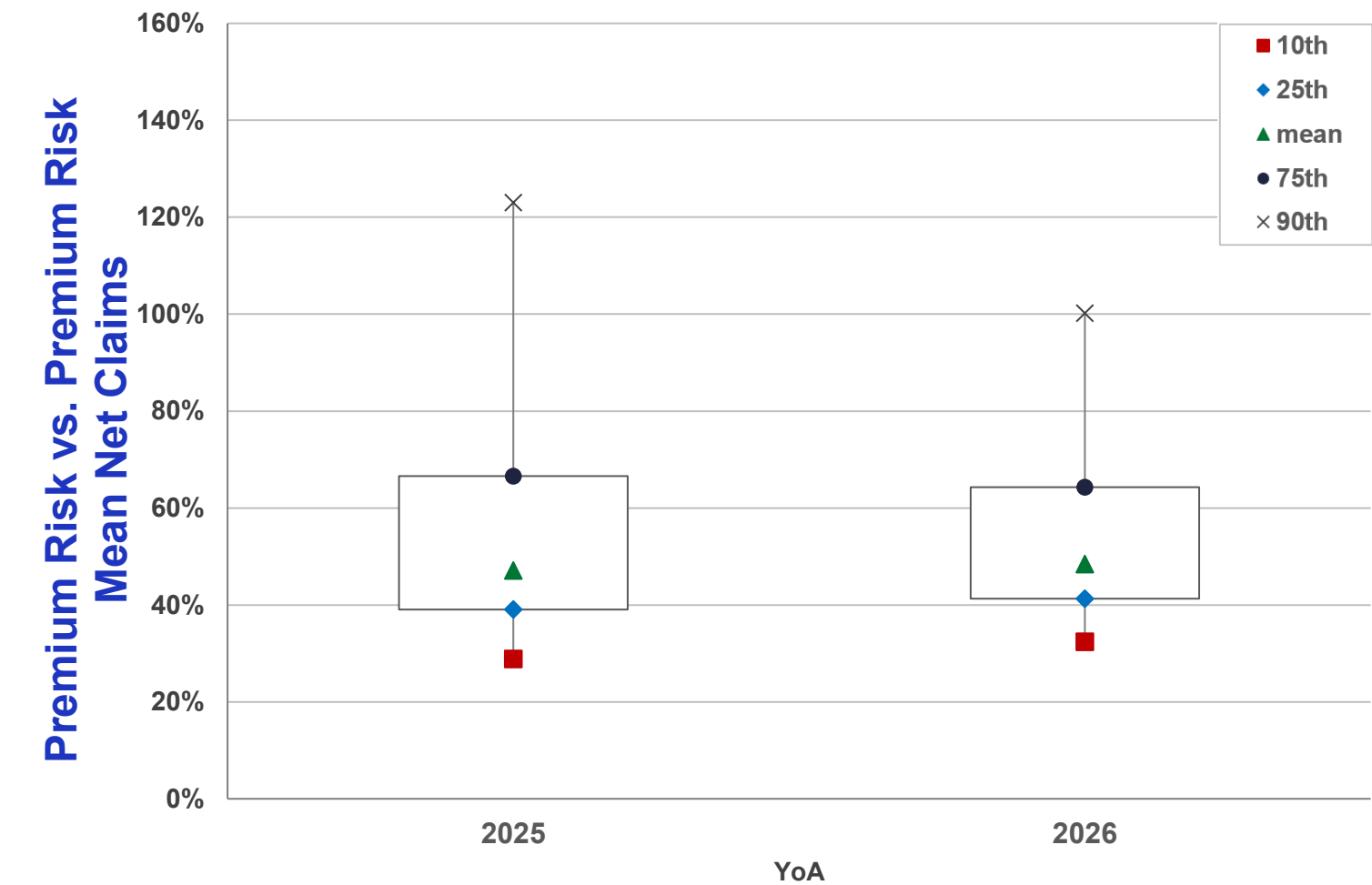
SCR(U): Submitted uSCR (F309.1 B1) + ultimate management adjustment (F309.1 B2a)

Risk margin: F312 col P total

Exposure: (F313.3 H1 + F313.3 H4a) + (0.5 * F313.3 H5)

Premium Risk vs. Premium Risk Mean Claims

Excludes loads

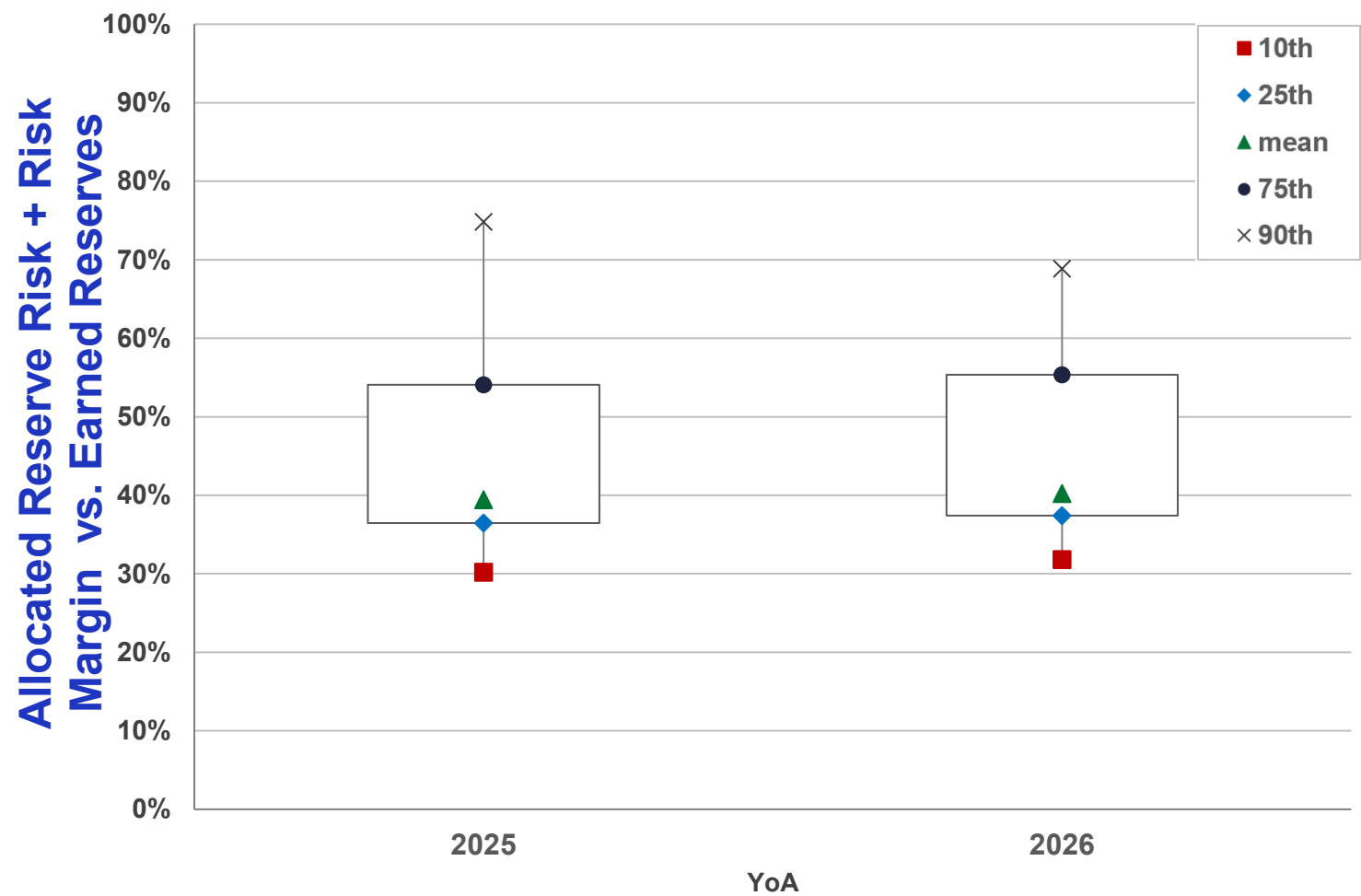


Ultimate premium risk (pre diversification): F309.2 G2

Premium risk exposure: F313.3 H1 + F313.3 H4a

Reserve Risk + Allocated RiM vs. Earned Reserves

Excludes loads



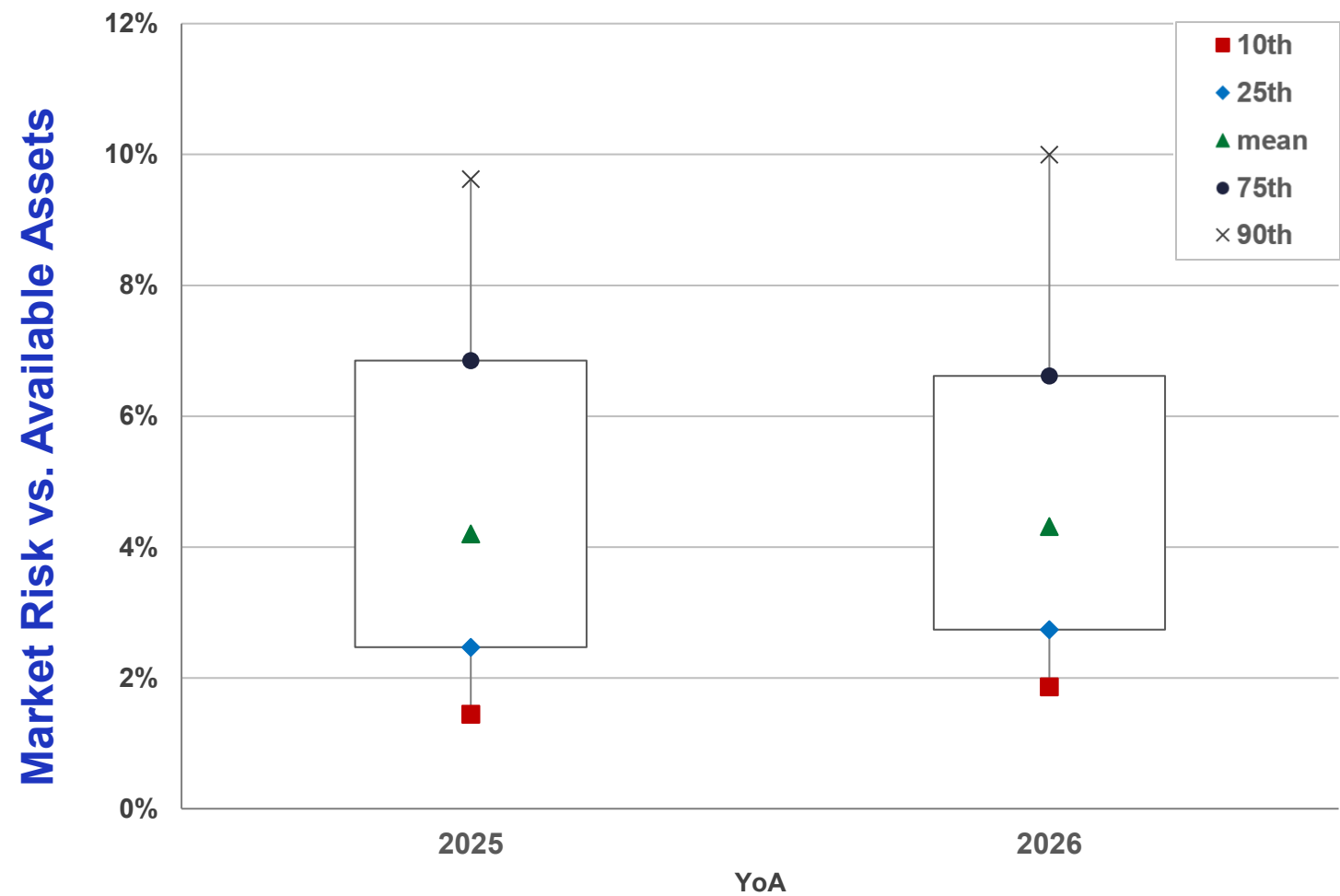
Ultimate reserve risk (pre diversification):
F309.2 G3

Risk margin: F312 col P total

Earned reserves: F313.3 H5

Market Risk vs. Available Assets

Excludes loads

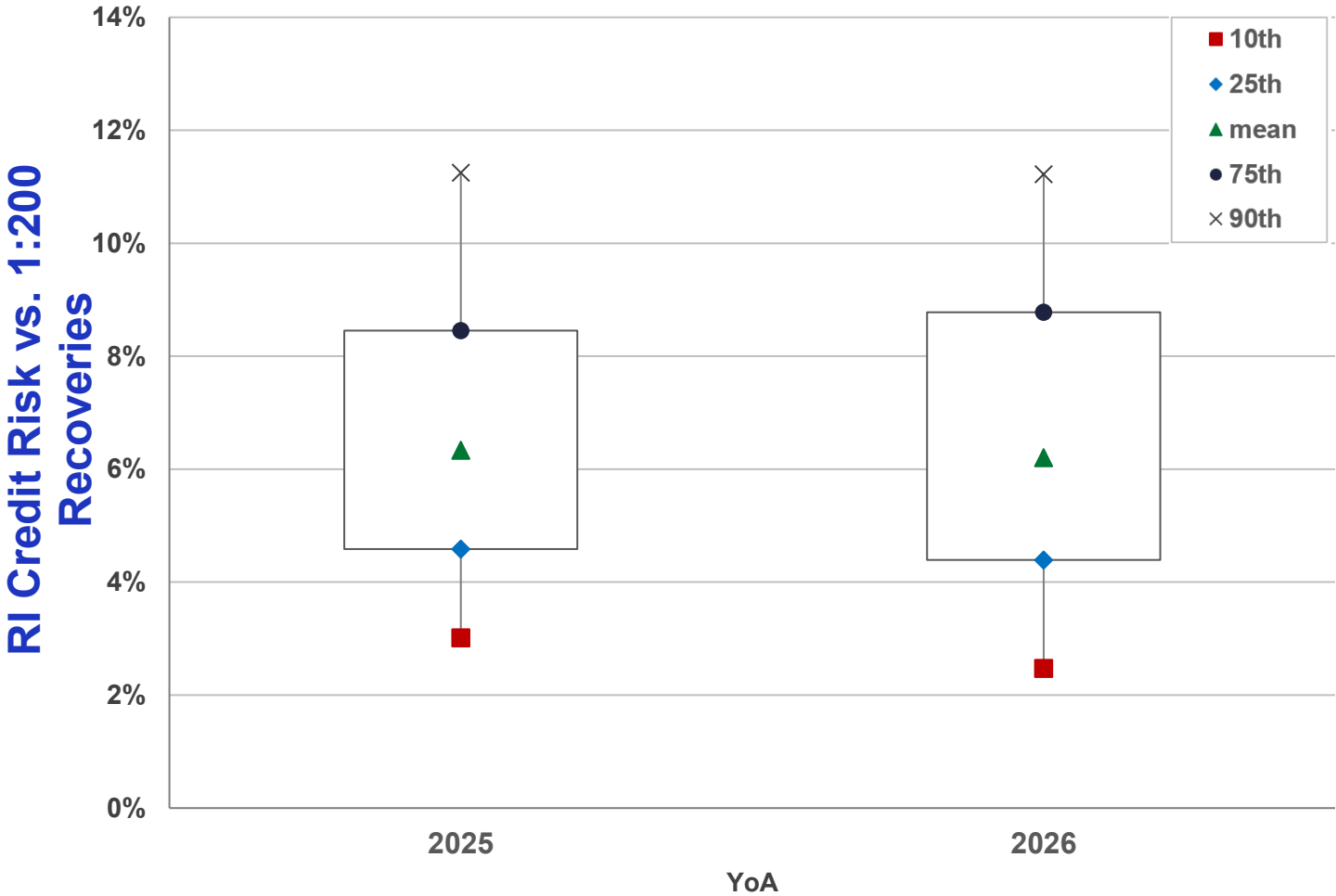


Ultimate market risk (pre diversification):
F309.2 G7

Available assets: F312 col Q Total less
Proposed YOA + F313.1 D1

RI Credit Risk vs. 1:200 recoveries

Excludes loads

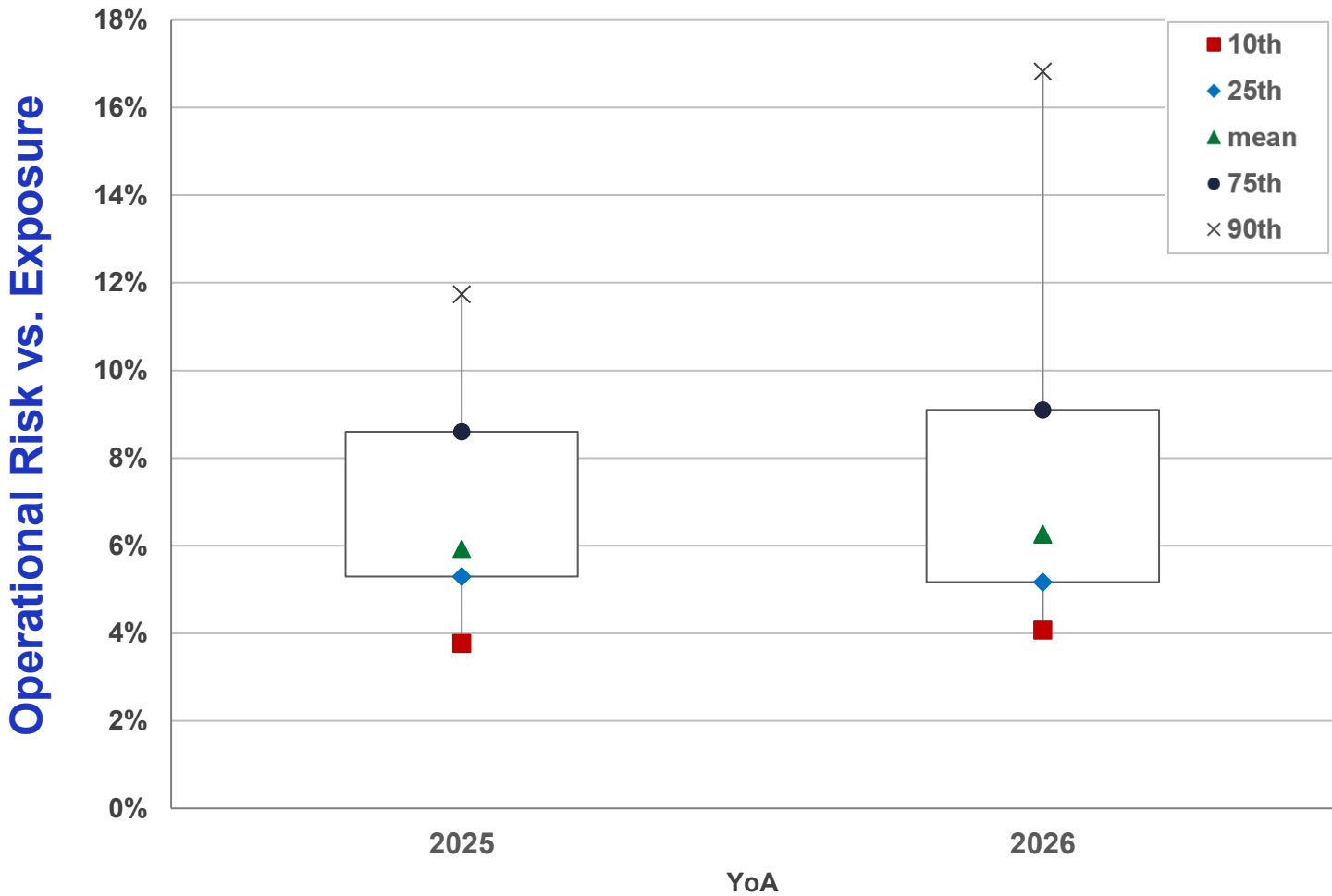


Ultimate RI credit risk (pre diversification):
F309.2 G5

1:200 recoveries (approximated): F311.1 G4
less F311.1 G3

Operational risk vs. Exposure

Excludes loads

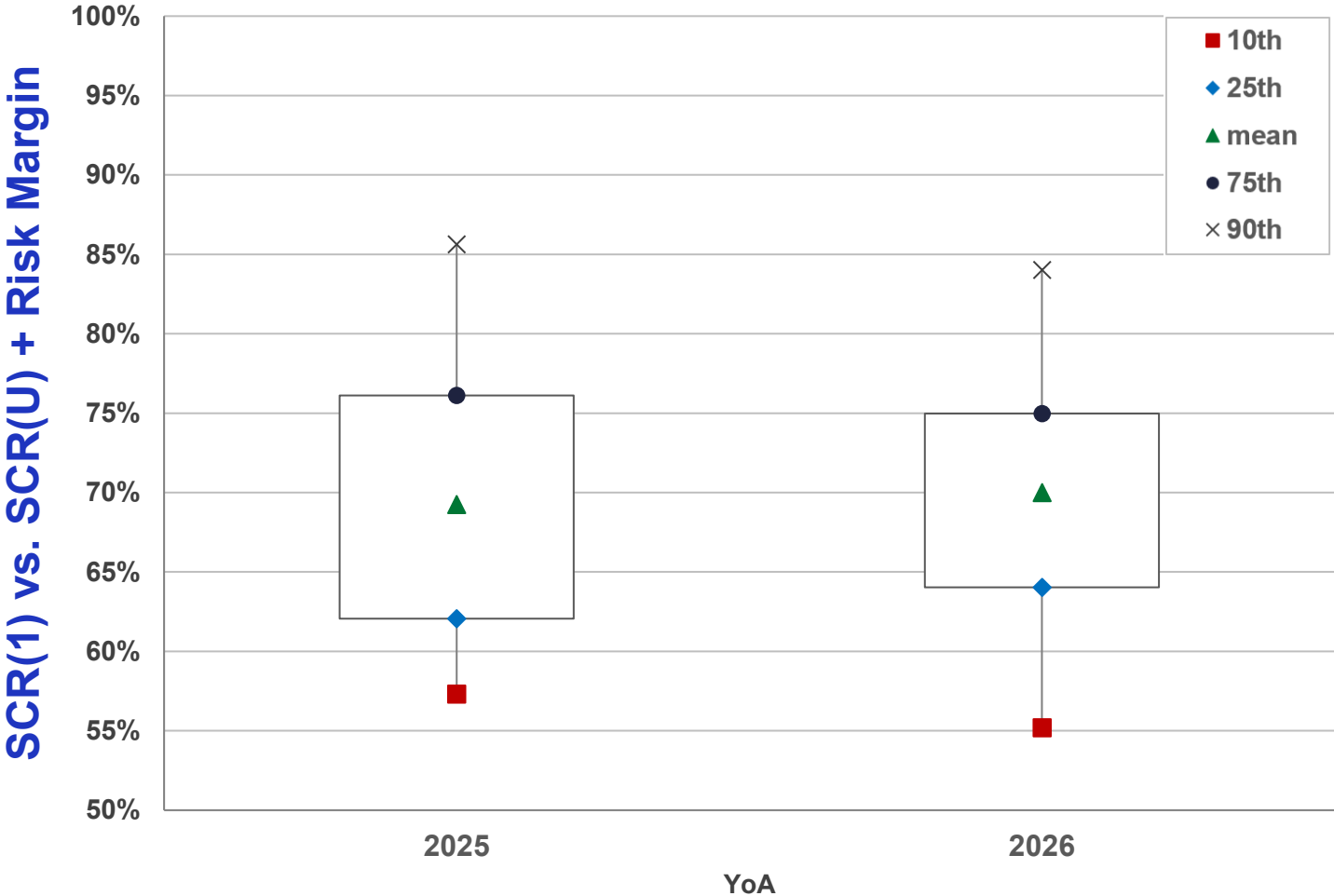


Ultimate operational risk (pre diversification): F309.2 G8

Exposure: (F313.3 H1 + F313.3 H4a) + (0.5 * F313.3 H5)

SCR(1) vs. SCR(U) + RiM

Excludes loads and other adjustments



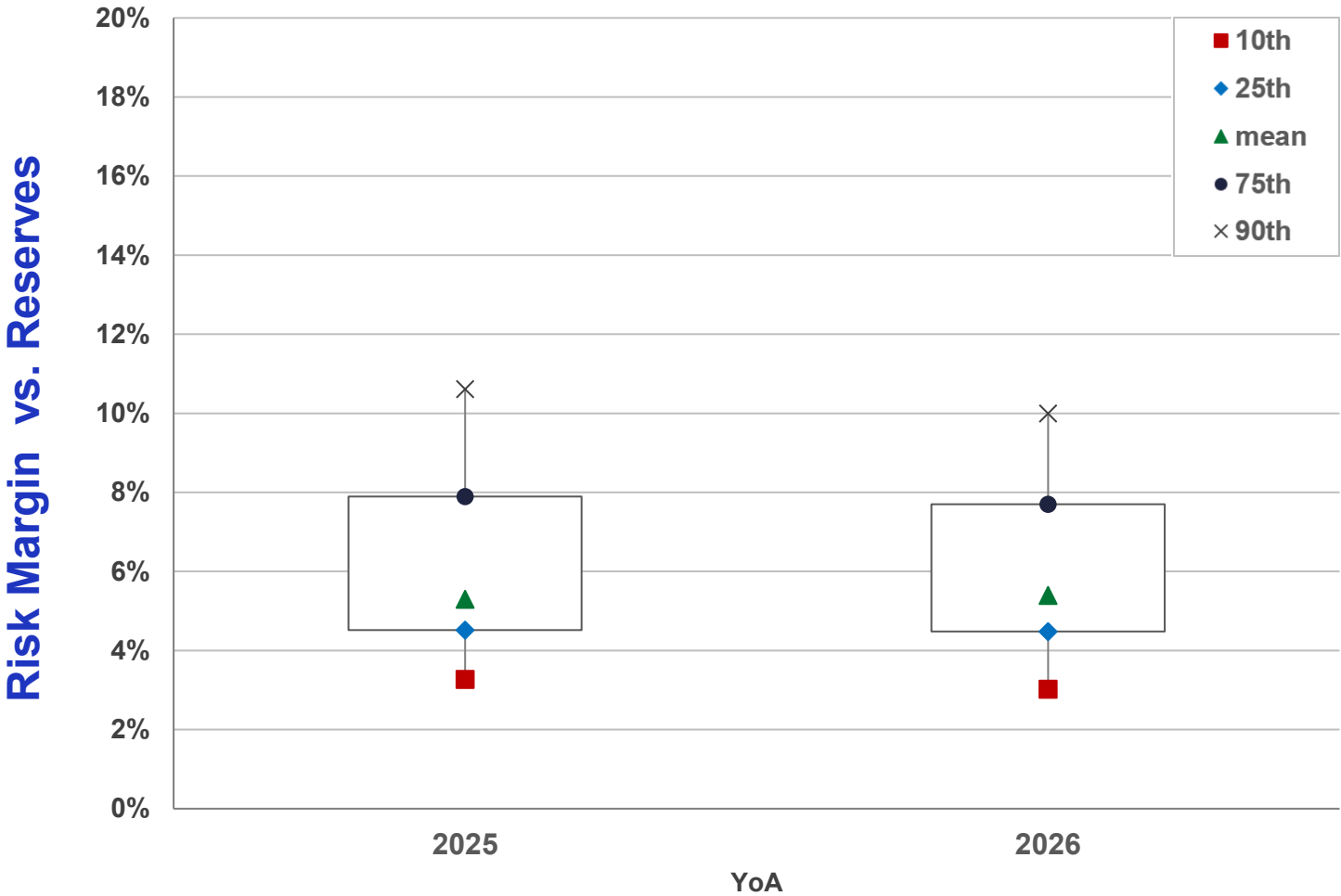
SCR(1): Submitted 1-year SCR (F309.1 A1) + 1-year management adjustment (F309.1 A2a)

SCR(U): Submitted uSCR (F309.1 B1) + ultimate management adjustment (F309.1 B2a)

Risk margin: F312 col P total

Risk Margin vs. Reserves

Excludes loads and other adjustments

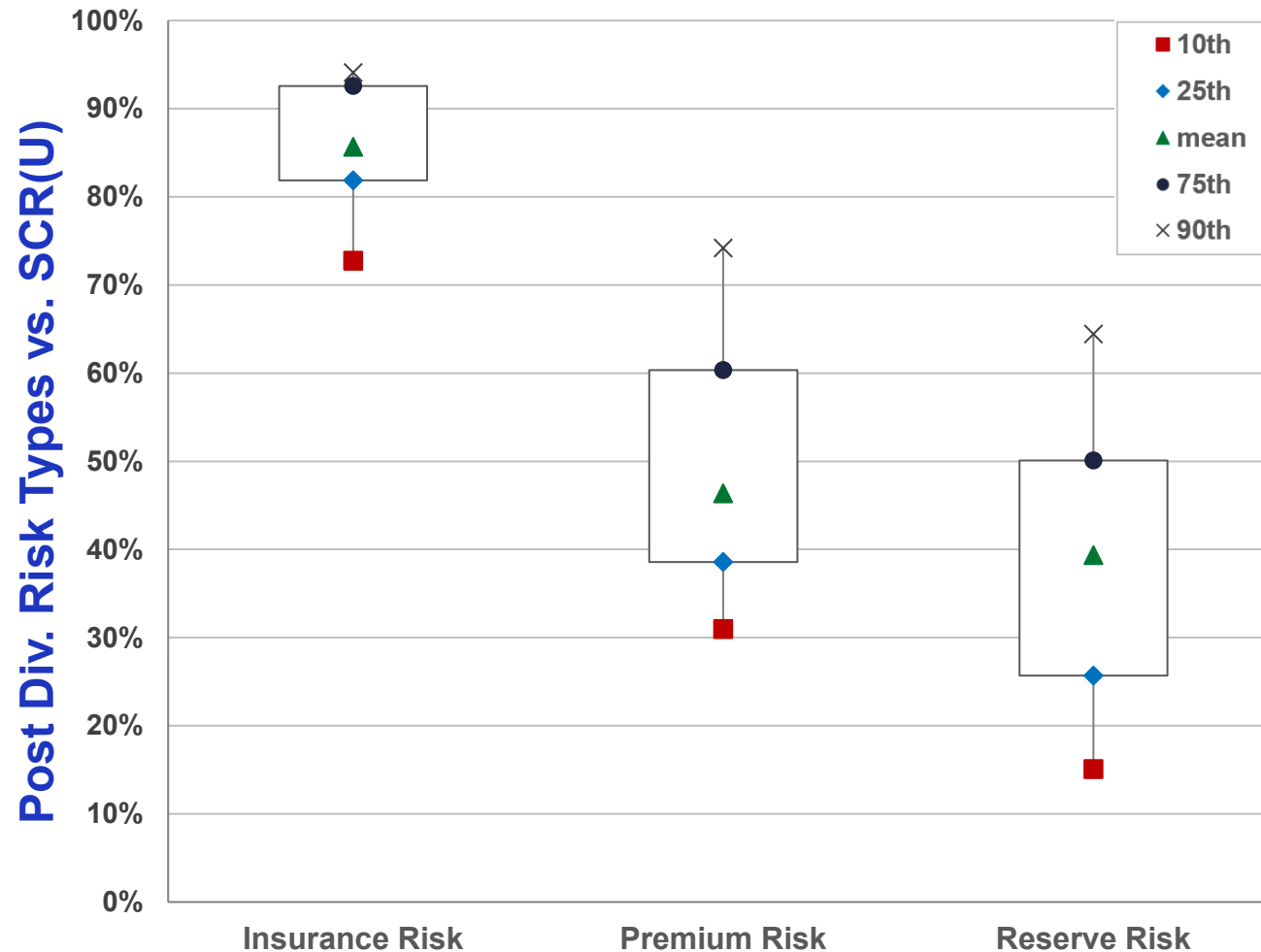


Risk margin: F312 col P total

Net Reserves: F312 cols H + I - J Total less proposed YoA

Post Diversified Risk Types vs SCR(U) part 1

Excludes loads and other adjustments



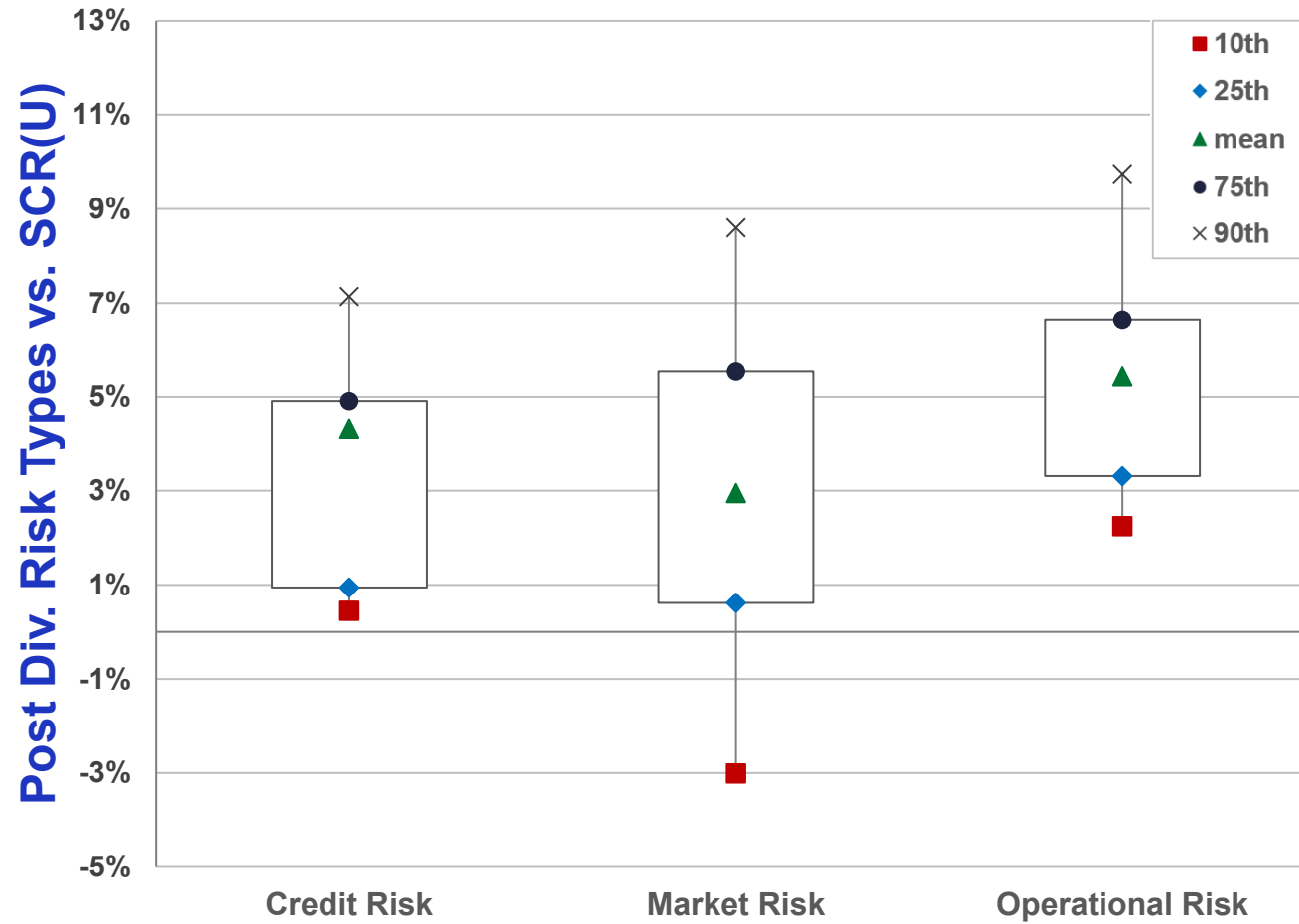
SCR(U): Submitted uSCR (F309.1 B1) +
ultimate management adjustment (F309.1
B2a)

Post div. Ult insurance risk: F309.2

Post div. Ult premium & reserve risk: F541

Post Diversified Risk Types vs SCR(U) part 2

Excludes loads and other adjustments



SCR(U): Submitted uSCR (F309.1 B1) + ultimate management adjustment (F309.1 B2a)

Post div. Ult credit, market & operational risk: F309.2

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