



WRITTEN NOTICE
Variation of internal model approval

To: AIG Europe Limited (FRN 202628)
AIG Life Limited (FRN 473752)
American International Group UK Limited (FRN 781109)

(the “firm”)

Of: 58 Fenchurch Street
EC3M 4AB
London

Reference Number: 4874809, 4874819, 4874831

Date: 1 February 2018

DECISION:

(1) In accordance with Regulation 48 and 49 of the Solvency 2 Regulations 2015 (SI 2015/575), the Prudential Regulation Authority (the “PRA”) previously granted approval to the firm to use a partial internal model for the calculation of its group and solo Solvency Capital Requirement (“SCR”) (the “Internal Model Approval”).

(2) In accordance with Regulation 48(5)(a) of the Solvency 2 Regulations 2015, the PRA has decided to grant the firm a variation of the Internal Model Approval to reflect the authorisation of a new member of the group, American International Group UK Limited (“AIG UK”), on 1 February 2018. AIG UK will be included in the group SCR calculation on the standard formula basis as of the effective date detailed below.

(3) The scope of the Internal Model Approval following this decision is set out at Annex A.

Effective date

(4) This permission takes effect on 1 February 2018.

Decision maker

(5) Gareth Truran, Head of Department, London Market, Insurance Directorate, of the PRA.



Reasons for the Decision

(6) The PRA assessed that the revised scope of the internal model (following the authorisation of American International Group UK Limited) has not altered the PRA's prior decision that the internal model meets the tests and standards. Specifically, the PRA is satisfied that the integration technique used to integrate the partial internal model into the group Solvency Capital Requirement standard formula remains appropriate following the authorisation of AIG UK.

Publication

(7) Details of this approval will be published on the Financial Services Register.

PRA contacts

(8) For more information concerning this matter generally, the firm should contact their usual supervisory contact.

Gareth Truran
Head of Department

For and on behalf of the PRA



ANNEX A

The approved Internal Model

Definition

1. The approved internal model is as set out in the internal model application documents submitted to the PRA on 27 January 2017 and subsequent addendums submitted during the application review period.
2. The internal model is approved to calculate the Group SCR at the level of AIG Holdings Europe Limited. The entities with a “Yes” in the Group SCR column in table 1 are those which are included in the model in order to calculate the Group SCR.
3. The internal model is approved to calculate the individual SCR for those entities with a “Yes” in the Solo SCR column in Table 1.
4. This approval applies to all risks and major business units.
5. The integration technique to be used to integrate the partial internal model into the SCR standard formula is integration technique 1 as set out in Annex XVIII of the Commission Delegated Regulation (EU) 2015/35.

Table 1

Legal Entity	FRN	Group SCR ('the undertakings included in the scope of the model for the calculation of the group SCR')	Solo SCR
AIG Holdings Europe Limited	N/A	Yes	N/A
AIG Europe Limited	202628	Yes	Yes
AIG Life Limited	473752	No	No
American International Group UK Limited	781109	No	No
AIG Israel Insurance Company Limited	N/A	No	N/A
Laya Services Limited	N/A	Yes	N/A
Laya Healthcare Limited	N/A	Yes	N/A
Avondhu Limited	N/A	Yes	N/A
AIG Advisors S.r.l.	N/A	Yes	N/A
AIG Global Reinsurance Operations Limited	N/A	Yes	N/A
AIG Germany Holding GmbH	N/A	Yes	N/A
WYNONA 1837 GmbH	N/A	Yes	N/A
Deutsche Makler Akademie (DMA) Gemeinnutzige GmbH	N/A	Yes	N/A
Hansa GmbH	N/A	Yes	N/A



Legal Entity	FRN	Group SCR ('the undertakings included in the scope of the model for the calculation of the group SCR')	Solo SCR
Hansa Grundstückverwaltungs GmbH & Co KG	N/A	Yes	N/A
AIG Europe Services Limited	N/A	Yes	N/A
AIG Medical Management Services Limited	N/A	Yes	N/A
AIG Receivables Management Limited	N/A	Yes	N/A
AIG Trade Finance Limited	N/A	Yes	N/A
Privilege Sheffield Holdings Sarl	N/A	Yes	N/A
Privilege Sheffield Sarl	N/A	Yes	N/A
Habitus Holdings Sarl	N/A	Yes	N/A
Habitus Leeds Sarl	N/A	Yes	N/A
Privilege Holdings Southampton Sarl	N/A	Yes	N/A
Privilege Southampton Sarl	N/A	Yes	N/A
Privilege Holdings Cardiff Sarl	N/A	Yes	N/A
Privilege Cardiff Sarl	N/A	Yes	N/A