



WRITTEN NOTICE
Volatility Adjustment

To: **UK Insurance Limited (FRN 202810) &
Churchill Insurance Company Ltd (FRN 202727)**
(the ‘firm’)

Of: Direct Line Group, Churchill Court, Westmoreland Road
Bromley, Kent, BR1 1DP

Reference Number: 2280362; 2280363

Date: 07/12/2015

DECISION

- (1) In accordance with regulation 43 of the Solvency 2 Regulations 2015, the Prudential Regulation Authority (‘the PRA’) has decided to grant the firm approval to apply a volatility adjustment to the relevant risk-free interest rate term structure.
- (2) This approval is granted on the basis of the information set out in the firm’s application dated 09/09/2015 and that the conditions set out in regulation 43 of the Solvency 2 Regulations 2015 and any directly applicable regulations made under Directive 009/138/EC of the European Parliament and of the Council of 25 November 2009 have been met.

Effect

- (3) This approval takes effect on 1 January 2016.

Decision-maker

- (4) The decision which gave rise to the obligation to give this Notice was made by Chris Moulder, Director, General Insurance.

Publication

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



BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY

PRA contacts

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

Chris Moulder

Director, General Insurance

For and on behalf of the PRA