



WRITTEN NOTICE
Internal model approval

To: **Aspen Insurance UK Limited (FRN 202644)**
(the “firm”)

Of: Plantation Place
30 Fenchurch Street
London EC3M 3BD

Reference Number: 2246033

Date: 5 December 2015

DECISION:

- (1) In accordance with Regulation 48 and 49 of the Solvency 2 Regulations 2015, the Prudential Regulation Authority (the “PRA”) has decided to grant the firm approval to use a full internal model for the calculation of its group and solo Solvency Capital Requirements (SCR) as set out in Annex 1.
- (2) The PRA has also decided to grant the firm approval of its policy for changing an approved internal model.
- (3) This approval is granted on the basis of the information set out in the firm’s application as set out in the internal model application documents and covering letter submitted to the PRA on 30 April 2015 together with supplementary information submitted on 15 June 2015.

Effective date

- (4) This permission takes effect on 1 January 2016.

Decision maker

- (5) The decision which gave rise to the obligation to give this Notice was made by the Supervision, Risk and Policy Committee of the PRA.

Publication

- (6) Details of this approval will be published on the Financial Services Register on 1 January 2016.



**BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY**

PRA contacts

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

Supervision, Risk and Policy Committee (SRPC)

For and on behalf of the PRA



ANNEX 1

The approved Internal Model

Definition

1. The approved internal model is as set out in the internal model application documents and covering letter submitted to the PRA on 30 April 2015 together with supplementary information submitted on 15 June 2015.
2. The internal model is approved to calculate the Group SCR at the level of Aspen European Holdings Limited.
3. The internal model is approved to calculate the individual SCR for the firm.

Legal Entity	FRN	Group SCR ('the undertakings included in the scope of the model for the calculation of the group SCR')	Solo SCR
Aspen European Holdings Ltd	n/a	Yes	
Aspen Insurance UK Limited	202644	Yes	Yes

Reasons for the Decision

4. The PRA's assessment is that the internal model met the tests and standards at the time the decision was made. Specifically, the PRA is satisfied that:
 - a. the internal model complies with the rules contained in chapters 2, 3 and 10 to 15 of the Solvency Capital Requirement – Internal Models part of the PRA Rulebook;
 - b. the internal model complies with the relevant requirements set out in Title 1 Chapter VI Solvency capital requirement – full and partial internal models of the Commission Delegated Regulation (EU) 2015/35;
 - c. the systems of the undertaking for identifying, measuring, monitoring, managing and reporting risk are adequate;
 - d. the model complies with the requirements of Title 2 Chapter II Section 2 of the Commission Delegated Regulation (EU) 2015/35; and
 - e. the policy for changing the approved internal model complies with the rules contained in chapter 6 of the Solvency Capital Requirement – Internal Models part of the PRA Rulebook.