



WRITTEN NOTICE
Internal model major change approval

To: TransRe London Limited (FRN: 600544) (the “firm”)

Of: Corn Exchange
55 Mark Lane
London
EC3R 7NE

Reference Number: 00001297

Date: 18 June 2020

DECISION:

In accordance with Regulation 48 of the Solvency 2 Regulations 2015, the Prudential Regulation Authority (the “PRA”) has decided to grant the firm approval of the major change to the approved partial internal model for the calculation of its Solvency Capital Requirement (SCR) as set out in Annex 1.

- (1) The PRA has also decided to grant the firm approval of its update policy for changing an approved internal model.
- (2) This approval is granted on the basis of the information set out in the firm’s application dated 31 December 2019.

Effective Date

- (3) This permission takes effect on 18 June 2020.

Decision-Maker

- (4) The decision which gave rise to the obligation to give this Notice was made by Max Dobson, for and on behalf of the PRA.

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.

Max Dobson

Senior Manager

For and on behalf of the PRA



ANNEX 1

The approved Partial Internal Model

Definition

1. The approved partial internal model is as set out in the partial internal model application documents submitted to the PRA on 25 June 2018.
2. The partial internal model is approved to calculate part of the SCR for the firm. The model covers natural catastrophe risk, and non-proportional property reinsurance risk.

The major model change

Definition

1. The major model change is set out in the major model change application documents submitted to the PRA on 31 December 2019.
2. The major model change is approved to extend the scope of the internal model to also include man-made catastrophe risk, and other catastrophe risk.

Reasons for the Decision

3. The PRA's assessment is that the major model change met the tests and standards at the time the decision was made. Specifically, the PRA is satisfied that:
 - a. the major model change complies with the rules contained in Chapters 2 to 4 and 10 to 15 – Internal Models part of the PRA Rulebook;
 - b. the major model change complies with the 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 policy for changing the approved partial internal model complies with the rules contained in Chapter 6 of the Solvency Capital Requirement – Internal Models Part of the PRA Rulebook.