



WRITTEN NOTICE

Volatility Adjustment

To: National House-Building Council (FRN 202261) (the 'firm')

Of: NHBC House, Davy Avenue, Knowlhill, Milton Keynes,
Buckinghamshire, MK5 8FP

Reference Number: 00001471

Date: 24 July 2020

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 as referred to in its letter dated 12 June 2020 and that the conditions set out in regulation 43 of the Solvency 2 Regulations 2015 and any directly applicable regulations made under Directive 2009/138/EC of the European Parliament and of the Council of 25 November 2009 have been met.

Effect

- (3) This approval takes effect on 24 July 2020.

Decision-maker

- (4) The decision which gave rise to the obligation to give this Notice was made by Hasit Haria as Senior Manager (London Markets Division, Insurance Directorate).

Publication

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

PRA contacts

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

Hasit Haria

Senior Manager

For and on behalf of the PRA