



WRITTEN NOTICE
Volatility Adjustment

To: **Royal & Sun Alliance Insurance Limited (FRN 202323);
Royal & Sun Alliance Reinsurance Limited (FRN: 202325);
The Marine Insurance Company Limited (FRN: 202776)
(collectively the ‘firm’)**

Of: St Mark’s Court, Chart Way, Horsham, West Sussex, RH12 1XL

Reference Number: 00002907, 00002908, 00002909

Date: 30/06/2021

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 their relevant risk-free interest rate term structure.
- (2) In addition, in accordance with regulation 28(2)(i) of the Solvency 2 Regulations 2015 and in its capacity as group supervisor, the PRA has decided to grant the firm approval to apply a volatility adjustment in the consolidated best estimate. The list of entities calculating a volatility adjustment for this purpose are listed in Annex 1.
- (3) This approval is granted on the basis of the information set out in the firm’s application dated 01/06/2021 and that the conditions set out in regulation 43 of the Solvency 2 Regulations 2015 and in the Solvency II Directive, as it forms part of retained EU law, have been met.

Effect

- (4) This approval takes effect on 30/06/2021

Decision-maker

- (5) The decision which gave rise to the obligation to give this Notice, was made by Patrick Connolly, Head of Department.

Publication

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



BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY

PRA contacts

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

Patrick Connolly

Head of Department

For and on behalf of the PRA



ANNEX 1

The entities applying a volatility adjustment to their insurance liabilities for incorporation into the consolidated best estimate are listed in table 1 below.

Table 1

Legal Entity	FRN
Royal & Sun Alliance Insurance Limited	202323
Royal & Sun Alliance Reinsurance Limited	202325
The Marine Insurance Company Limited	202776
RSA Luxembourg SA	-
Insurance Corporation of the Channel Islands Limited	-
Tower Insurance Company Limited	-
Royal & Sun Alliance Insurance (Middle East) BSC (c)	-
Al Alamiya for Cooperative Insurance Company	-
Al Ahlia Insurance Company SAOG	-