
WRITTEN NOTICE
Major Model Changes to an Approved Internal Model

To: Just Retirement Limited(*) - FRN 232595
Partnership Life Assurance Company Limited(*) – FRN
436171
(*the “firm”)

Of: Enterprise House, Bancroft Road, Reigate, Surrey, RH2 7RP

Reference Number: 00003638, 00003639

Date: 1 December 2021

DECISION:

1. In accordance with Regulation 48 and 49 of the Solvency 2 Regulations 2015, the Prudential Regulation Authority (the “PRA”) has decided to approve a major model change to the firm’s partial internal model approved in the original Written Notice – Internal model approval dated 5 December 2015 (reference 2201474 (the “Original Notice”)), as varied under the decision history set out in Annex 2.
2. This approval is granted on the basis of the information set out in the firm’s application dated 30 June 2021 and its addendum submitted 20 September 2021.
3. The details of the approved internal model following this approval are set out in Annex 1.

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 Solvency Capital Requirement – Internal Models part of the PRA Rulebook;
 - b. The internal model 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; and
 - d. The model complies with the requirements of Title 2 Chapter II Section 1 of the Commission Delegated Regulation (EU) 2015/35.
 - e. The model complies with the requirements of Title 2 Chapter II Section 2 of the Commission Delegated Regulation (EU) 2015/35.
 - f. The model fulfils the requirements of Chapter 4 of the Solvency Capital Requirement – Internal Models 4 of the PRA Rulebook and Title 1

Chapter VI Section 5 of the Commission Delegated Regulation (EU) 2015/35.

- g. 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.

Effective date

- 5. This permission takes effect on 1 December 2021.

Decision maker

- 6. The decision which gave rise to the obligation to give this Notice was made by Charlotte Gerken, Executive Director for Insurance Supervision.

Publication

- 7. Details of this approval will be published on the Financial Services Register.

PRA contacts

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

Charlotte Gerken
Executive Director, Insurance Directorate
For and on behalf of the PRA

ANNEX 1: The Approved Internal Model

1. The approved partial internal model is as set out in the internal model application documents submitted to the PRA on 30 June 2021 and 20 September 2021.
2. In accordance with Table 1, the partial internal model is approved to calculate part of the group solvency capital requirement (SCR) at the level of Just Group plc and the solo SCR for Just Retirement Limited. The entities with a “Yes” in the Group SCR column in Table 1 are those which are included in the model in order to calculate the Group SCR.
3. This approval applies to all material quantifiable risks.

Table 1

Legal Entity	FRN	Group SCR	Solo SCR
Just Group plc	N/A	Yes	No
Just Retirement Group Holdings Limited	N/A	Yes	No
Just Retirement (Holdings) Limited	N/A	Yes	No
Just Retirement Limited	232595	Yes	Yes
Hub Financial Solutions Limited	455713	Yes	No
Just Retirement Money Limited	697792	Yes	No
The Open Market Annuity Service Limited	469018	Yes	No
Just Retirement Management Service Limited	N/A	Yes	No
HUB Acquisitions Limited	N/A	Yes	No
TOMAS Online Development Limited	N/A	Yes	No
Just Retirement Finance plc	N/A	Yes	No
JRL Re 1 Limited	N/A	Yes	No
JRL Re 2 Limited	N/A	Yes	No

Annex 2: Decision History

Date	Model Case Reference	Description	Written Notices
5 December 2015	19373	Approval granted to JRL to use a full internal model to calculate the group SCR (at the level of Just Retirement Group plc) and solo SCR per regulations 48 and 49 of the Solvency 2 Regulations 2015.	2201474
27 October 2016	20449	Approval granted to JRL to change the scope of the internal model (“the JRP Group Model”) approved on 5 December 2015 from a full to a partial internal model for the calculation of part of its group SCR and its solo SCR. Approval was also granted to PLACL to use the JRP Group Model for the calculation of part of its group SCR.	2868770, 2868780