



WRITTEN NOTICE

Model Change approval

To: Society of Lloyd's (FRN 202761) ("the firm")

Of: 1 Lime Street, London, EC3M 7HA

Ref: 00003645

Date: 16 December 2021

DECISION:

- (1) In accordance with Regulation 48 of the Solvency 2 Regulations 2015, the Prudential Regulation Authority (the "PRA") has decided to approve a major model change to the firm's internal model approved in the Written Notice approval dated 5 December 2015 (reference 2246766) and as amended by a major model change approved in the Written Notice dated 19 December 2017 (reference 4837149) and a major model change approved in the Written Notice dated 19 December 2018 (reference 5056745).
- (2) This approval is granted on the basis of the information set out in the firm's application dated 29 June 2021, the supplementary information submitted on 29 July, 21 October and 16 November 2021, and the amendments submitted on 22 November and 2 December 2021.

Effective date

- (3) This permission takes effect on 16 December 2021.

Decision maker

- (4) 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

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

Reasons for the Decision

- (6) The PRA's assessment is that the internal model, following the major model change, 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 and 17 of the Solvency Capital Requirement – Internal Models part of the PRA Rulebook;
 - b. the internal model complies with the applicable 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 additionally fulfils the requirements of Chapter 6 of the Solvency Capital Requirement – Internal Models of the PRA Rulebook.

PRA contacts

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

Supervision, Risk and Policy Committee
For and on behalf of the PRA