

WRITTEN NOTICE

Major changes to an approved internal model

To: **Rothsay Life Plc (FRN 466067) (“the firm”)**

Of: The Post Building
100 Museum Street
London
WC1A 1PB

Ref: 00006319

Date: 27 April 2023

DECISION:

- (1) In accordance with Regulations 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 3 December 2018 (reference 4973403; 5274984 (the “Original Notice”)).
- (2) This approval is granted on the basis of the information set out in the firms’ application dated 11 November 2022.
- (3) The details of the approved internal model following this approval are set out in Annex 1.



Effective date

(4) This permission takes effect on 27 April 2023.

Decision maker

(5) The decision which gave rise to the obligation to give this Notice was made by Lisa Leaman, Head of Insurance Supervision.

Publication

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

Reasons for the Decision

(7) 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 2 of the Commission Delegated Regulation (EU) 2015/35.

PRA contacts

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

Lisa Leaman

Head of Insurance Supervision

For and on behalf of The Prudential Regulation Authority

ANNEX 1

The approved internal model

Definition

1. The approved internal model is as set out in the internal model application documents submitted to the PRA on 11 November 2022.
2. The internal model is approved to calculate the Group SCR at the level of Rothesay 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. The internal model is approved to calculate the individual SCR for entities with a “Yes” in the Solo SCR column in Table 1.

Table 1: SCR calculation to which the approval applies by entity

Legal Entity	FRN	Group SCR ('the undertakings included in the scope of the model for the calculation of the group SCR')	Solo SCR
Rothesay Limited	N/A	Yes	N/A
Rothesay Life Plc	466067	Yes	Yes