



WRITTEN NOTICE
Volatility Adjustment

To: **Scottish Equitable Plc (FRN 165548)**
(the 'firm')

Of: 1 Lochside Crescent, Edinburgh Park, Edinburgh EH12 9SE

Reference Number: 2182958

Date: 17 December 2015

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 dated 4 September 2015, emails dated 10 September 2015 and 14 September 2015 and that the conditions set out in regulation 43 of the Solvency 2 Regulations 2015 and any directly applicable regulations made under Directive 009/138/EC of the European Parliament and of the Council of 25 November 2009 have been met.

Effect

- (3) This approval takes effect on 1 January 2016.

Decision-maker

- (4) The decision which gave rise to the obligation to give this Notice was made by a Solvency II decision panel of the PRA.

Publication

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



BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY

PRA contacts

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

Ian Marshall

Chair of the Solvency II decision panel

For and on behalf of the PRA