

## **NST.01.01.01 - Non-Life Income Statement (annual)**

### **General comments:**

This is largely a repeat of information currently received from undertakings through the current Regulatory Returns or by ad-hoc additional requests.

Please note NST.01.01.01 is an annual template.

Accounting basis: This template is to be completed using International Financial Reporting Standards (IFRS 4 - Insurance Contracts) or Local Irish GAAP, in line with the Company's local accounting basis. (For Companies reporting under Irish GAAP, the guidelines issued under "FRS103 – Insurance Contracts" apply since 1 January 2015).

In relation to the additional lines of business information for NST.01: "Motor Vehicle Liability insurance" line of business, which refers to the liability to third parties only, is split into Private Motor Bodily Injury, Private Motor Property Damage, Commercial Motor Bodily Injury, and Commercial Motor Property Damage (Commercial Motor to include Motor Fleet and all other Motor excluding Private Motor). "Other Motor insurance" line of business, which refers to motor own damage only (both private and commercial), is split into Private Motor Own Damage and Commercial Motor Own Damage.

The following criteria for the classification by country shall be used:

- The information shall be completed for country 'Ireland' only;
- For the direct insurance business for the lines of business, as defined in Annex I to Delegated Regulation (EU) 2015/35, "Medical expense", "Income protection", "Workers' compensation", "Fire and other damage to property" and "Credit and suretyship" information shall be reported by country where the risk is situated as defined in Article 13 (13) of Directive 2009/138/EC;
- For direct insurance business for all other line of business, as defined in Annex I to Delegated Regulation (EU) 2015/35, information shall be reported by country where the contract was entered into;
- For proportional and non-proportional reinsurance information shall be reported by country of localisation of the ceding undertaking.

For the purposes of this template "country where the contract was entered into" means:

- a. The country where the insurance undertaking is established (home country) when the contract was not sold through a branch or freedom to provide services;
- b. The country where the branch is located (host country) when the contract was sold through a branch;
- c. The country where the freedom to provide services was notified (host country) when the contract was sold through freedom to provide services.
- d. If an intermediary is used or in any other situation, it is a), b) or c) depending on who sold the contract.

	<b>ITEM</b>	<b>INSTRUCTIONS</b>
<b>Country of Risk</b>		
Z0010	Country	ISO 3166-1 alpha-2 code for Ireland.
<b>Income</b>		
R0010	Gross Written Premium	Definition of premiums written provided in application of directive 91/674/EEC Article 35

		Premiums written – gross - shall comprise all amounts due during the financial year in respect of (re)insurance contracts regardless of the fact that such amounts may relate in whole or in part to a later financial year.
R0020	Net Written Premium	Gross Premium as outlined above less reinsurer's share
R0030	Premiums Earned - Gross	Premiums earned - gross - shall comprise all gross written premium (as outlined above) plus the change in gross provision for unearned premiums
R0040	Premiums Earned - Net	Premium Earned - net - shall comprise 1) all gross written premium 2) less outward reinsurance premiums 3) plus the change in gross provision for unearned premiums & 4) less change in the provision for unearned premiums, reinsurers' share.
<b>Other Income</b>		
R1010	Business Transfers In	Amounts due during the financial year in respect of non-life insurance contracts accepted by the firm via a portfolio transfer of business.
R1020	Investment Income - Equities	The amount required to be reported under directive 91/674/EEC Article 34 (III.3) relating to the entity's equities.
R1030	Investment Income - Bonds	The amount required to be reported under directive 91/674/EEC Article 34 (III.3) relating to the entity's bonds.
R1040	Investment Income - Other (Please Specify)	The amount required to be reported under directive 91/674/EEC Article 34 (III.3) not listed in C3 and C4.
R1050	Reinsurance Commission & profit participations received during the year	<p>Reinsurance commissions are amounts received from reinsurers relating to business ceded to reinsurers that are not in respect of benefit payments or expenses incurred by the firm that are recoverable from the reinsurer under the reinsurance contract. Typically these commissions are intended to compensate the firm for the commission and other acquisition expenses it has incurred in obtaining the business it has ceded to the reinsurer.</p> <p>Profit participations include amounts received from reinsurers relating to profits made on the business ceded to the reinsurer (these amounts can be negative)</p>
R1060	Realised Gains/ (Losses)	Realised gains/ (losses) on sale of investments by the entity
R1070	Unrealised Gains/ (Losses)	Unrealised gains/ (losses) on investments held by the entity.
R1080	Other Income Earned (Please Specify)	Any other income attributable to the financial year not included at C4 to C7 above. This would normally be the amount required to be reported under directive 91/674/EEC Article 34 (III.7)
R1090	<i>Total Other Income</i>	Calculated as the sum of total Business Transfers In, Investment Income, Reinsurance Commission & Profit Participations, Realised Gains, Unrealised Gains and Other Income Earned.

R2000	<b>Total Income Earned</b>	Calculated as the sum of Net Premiums Earned and Total Other Income.
<b>Expenditure</b>		
	<b>Technical Account - Expenses</b>	
R3010	Gross Claims Incurred	[As defined in directive 91/674/EEC article 38:] Gross Claims incurred shall comprise all payments made in respect of the financial year plus the closing provision for claims minus the provision for claims for the preceding financial year.
R3020	Net Claims Incurred	Net Claims incurred shall comprise all payments made in respect of the financial year less amount recoverable from reinsurers plus the closing provision for claims (less reinsurer's share) minus the provision for claims for the preceding financial year (less reinsurers' share)
R3011	Gross Claims Paid	Gross Claims Paid shall comprise all payments, net of salvage and subrogation, excluding expenses made during the current year.
R3021	Net Claims Paid	Gross Claims Paid shall comprise all payments, net of salvage and subrogation, excluding expenses made during the current year less amount recoverable from reinsurers.
R4010	Commission Payable - Acquisition	Commission is commission costs relating to the acquisition of new business which can be identified at the level of individual insurance contract and have been incurred because the firm has issued that particular contract.
R4020	Commission Payable - Renewal	Commission costs relating to business previously acquired by the entity which can be identified at the level of individual insurance contract and have been incurred because the firm has issued that particular contract.
R4030	Management Expenses	Management expenses include expenses related to the development of new insurance and reinsurance business and renewal of business, advertising insurance products, improvement of the internal processes such as investment in systems required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). Management expenses also include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs
R4050	Claims Management Expenses	Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claims (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).

R5000	<i>Total Technical Account - Expenses</i>	Calculated as the sum of total Net Claims incurred, Commission Payable (Acquisition & Payable), Management Expenses and Claims Management Expenses.
<b>Other Expenditure</b>		
R6010	Investment Management Expenses Incurred	Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services.
R6020	Other Management Expenses Incurred	Other Management Expenses Incurred includes expenses not allocated to the renewal or acquisition of business.
R6030	Business Transfers Out	Amounts paid or payable during the financial year in respect of non-life insurance contracts transferred out by the firm under a portfolio transfer of business.
R6040	Interest Payable	Interest payable before deduction of tax
R6050	Taxation	The amount payable for the year selected
R7000	<i>Total Other Expenditure</i>	Calculated as the sum of total Investment Management Expenses Incurred, Other Management Expenses incurred, Business Transfers Out, Interest Payable and Taxation.
R8000	Underwriting Profit	Calculated as the sum of Net Total Earned Premium and Reinsurance Commission & Profit Participation minus Total Technical Account Expenses.
R9000	Operating Profit	Calculated as Total Income minus Total Technical Account Expense and Total Other Expenditure.
R9005	Opening Net Technical Provision	The provision for claims (less reinsurer's share) for the preceding financial year used in the calculation of Net Claims Incurred (R3020)
R9006	Closing Net Technical Provision	The closing provision for claims (less reinsurer's share) used in the calculation of Net Claims incurred (R3020)
R9100	Opening Gross Technical Provisions reported	The provision for claims reported for the preceding financial year used in the calculation of Gross Claims Incurred (R3010).
R9110	Opening Gross Technical Provisions not reported	The provision for claims not reported for the preceding financial year used in the calculation of Gross Claims Incurred (R3010).
R9120	Closing Gross Technical Provisions reported	The closing provision for claims reported used in the calculation of Gross Claims incurred (R3010)
R9130	Closing Gross Technical Provisions not reported	The closing provision for claims not reported used in the calculation of Gross Claims incurred (R3010)

R9140	Opening Net Technical Provisions reported	The provision for claims reported (less reinsurer's share) for the proceeding financial year used in the calculation of Net Claims Incurred (R3020)
R9150	Opening Net Technical Provisions not reported	The provision for claims not reported (less reinsurer's share) for the proceeding financial year used in the calculation of Net Claims Incurred (R3020)
R9160	Closing Net Technical Provisions reported	The closing provision for claims reported (less reinsurer's share) used in the calculation of Net Claims incurred (R3020)
R9170	Closing Net Technical Provisions not reported	The closing provision for claims not reported (less reinsurer's share) used in the calculation of Net Claims incurred (R3020)