

# Progressive Insurance Company Limited

## Solvency and Financial Condition Report

### Disclosures

31 December

**2022**

(Monetary amounts in EUR thousands)

## General information

Undertaking name	Progressive Insurance Company Limited
Undertaking identification code	529900BLBH5YYOK8NY18
Type of code of undertaking	LEI
Type of undertaking	Non-life undertakings
Country of authorisation	CY
Language of reporting	en
Reporting reference date	31 December 2022
Currency used for reporting	EUR
Accounting standards	IFRS
Method of Calculation of the SCR	Standard formula
Matching adjustment	No use of matching adjustment
Volatility adjustment	No use of volatility adjustment
Transitional measure on the risk-free interest rate	No use of transitional measure on the risk-free interest rate
Transitional measure on technical provisions	No use of transitional measure on technical provisions

## List of reported templates

- S.02.01.02 - Balance sheet
- S.05.01.02 - Premiums, claims and expenses by line of business
- S.05.02.01 - Premiums, claims and expenses by country
- S.17.01.02 - Non-Life Technical Provisions
- S.19.01.21 - Non-Life insurance claims
- S.23.01.01 - Own Funds
- S.25.01.21 - Solvency Capital Requirement - for undertakings on Standard Formula
- S.28.01.01 - Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

## S.02.01.02

## Balance sheet

		Solvency II value
		C0010
	<b>Assets</b>	
R0030	Intangible assets	30
R0040	Deferred tax assets	23
R0050	Pension benefit surplus	0
R0060	Property, plant & equipment held for own use	1,428
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	4,698
R0080	<i>Property (other than for own use)</i>	2,065
R0090	<i>Holdings in related undertakings, including participations</i>	699
R0100	<i>Equities</i>	4
R0110	<i>Equities - listed</i>	4
R0120	<i>Equities - unlisted</i>	0
R0130	<i>Bonds</i>	0
R0140	<i>Government Bonds</i>	0
R0150	<i>Corporate Bonds</i>	0
R0160	<i>Structured notes</i>	0
R0170	<i>Collateralised securities</i>	0
R0180	<i>Collective Investments Undertakings</i>	371
R0190	<i>Derivatives</i>	0
R0200	<i>Deposits other than cash equivalents</i>	1,559
R0210	<i>Other investments</i>	0
R0220	Assets held for index-linked and unit-linked contracts	0
R0230	Loans and mortgages	0
R0240	<i>Loans on policies</i>	0
R0250	<i>Loans and mortgages to individuals</i>	0
R0260	<i>Other loans and mortgages</i>	0
R0270	Reinsurance recoverables from:	299
R0280	<i>Non-life and health similar to non-life</i>	299
R0290	<i>Non-life excluding health</i>	299
R0300	<i>Health similar to non-life</i>	0
R0310	<i>Life and health similar to life, excluding index-linked and unit-linked</i>	0
R0320	<i>Health similar to life</i>	0
R0330	<i>Life excluding health and index-linked and unit-linked</i>	0
R0340	<i>Life index-linked and unit-linked</i>	0
R0350	Deposits to cedants	0
R0360	Insurance and intermediaries receivables	667
R0370	Reinsurance receivables	34
R0380	Receivables (trade, not insurance)	22
R0390	Own shares (held directly)	0
R0400	Amounts due in respect of own fund items or initial fund called up but not yet paid in	0
R0410	Cash and cash equivalents	1,236
R0420	Any other assets, not elsewhere shown	471
R0500	<b>Total assets</b>	<b>8,908</b>

## S.02.01.02

## Balance sheet

		Solvency II value
		C0010
	<b>Liabilities</b>	
R0510	Technical provisions - non-life	3,335
R0520	<i>Technical provisions - non-life (excluding health)</i>	3,332
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	3,057
R0550	<i>Risk margin</i>	275
R0560	<i>Technical provisions - health (similar to non-life)</i>	3
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	2
R0590	<i>Risk margin</i>	1
R0600	Technical provisions - life (excluding index-linked and unit-linked)	0
R0610	<i>Technical provisions - health (similar to life)</i>	0
R0620	<i>TP calculated as a whole</i>	0
R0630	<i>Best Estimate</i>	0
R0640	<i>Risk margin</i>	0
R0650	<i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	0
R0660	<i>TP calculated as a whole</i>	0
R0670	<i>Best Estimate</i>	0
R0680	<i>Risk margin</i>	0
R0690	Technical provisions - index-linked and unit-linked	0
R0700	<i>TP calculated as a whole</i>	0
R0710	<i>Best Estimate</i>	0
R0720	<i>Risk margin</i>	0
R0740	Contingent liabilities	0
R0750	Provisions other than technical provisions	0
R0760	Pension benefit obligations	0
R0770	Deposits from reinsurers	0
R0780	Deferred tax liabilities	371
R0790	Derivatives	0
R0800	Debts owed to credit institutions	0
R0810	Financial liabilities other than debts owed to credit institutions	0
R0820	Insurance & intermediaries payables	0
R0830	Reinsurance payables	153
R0840	Payables (trade, not insurance)	0
R0850	Subordinated liabilities	0
R0860	<i>Subordinated liabilities not in BOF</i>	0
R0870	<i>Subordinated liabilities in BOF</i>	0
R0880	Any other liabilities, not elsewhere shown	512
R0900	<b>Total liabilities</b>	<b>4,370</b>
R1000	<b>Excess of assets over liabilities</b>	<b>4,537</b>





## Non-Life Technical Provisions

		Direct business and accepted proportional reinsurance											Accepted non-proportional reinsurance				Total Non-Life obligation	
		Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Miscellaneous financial loss	Non-proportional health reinsurance	Non-proportional casualty reinsurance	Non-proportional marine, aviation and transport reinsurance		Non-proportional property reinsurance
		C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010	<b>Technical provisions calculated as a whole</b>	0	0		0	0	0	0	0	0			0					0
R0050	Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP calculated as a whole																	0
<b>Technical provisions calculated as a sum of BE and RM Best estimate</b>																		
<b>Premium provisions</b>																		
R0060	Gross	2	0		375	222	-9	-2	49	-2			10					645
R0140	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	0		-89	-18	-5	-53	27	0			6					-132
R0150	<b>Net Best Estimate of Premium Provisions</b>	2	0		464	240	-5	52	22	-1			4					777
<b>Claims provisions</b>																		
R0160	Gross	1	0		1,709	182	1	148	372	1			0					2,413
R0240	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	0		119	0	0	125	185	1			0					430
R0250	<b>Net Best Estimate of Claims Provisions</b>	1	0		1,590	182	0	23	187	0			0					1,983
R0260	<b>Total best estimate - gross</b>	2	0		2,084	404	-9	147	421	-1			10					3,059
R0270	<b>Total best estimate - net</b>	2	0		2,054	422	-4	75	209	-1			4					2,760
R0280	<b>Risk margin</b>	1	0		177	44	1	26	27	1			0					276
<b>Amount of the transitional on Technical Provisions</b>																		
R0290	Technical Provisions calculated as a whole	0	0		0	0	0	0	0	0			0					0
R0300	Best estimate	0	0		0	0	0	0	0	0			0					0
R0310	Risk margin	0	0		0	0	0	0	0	0			0					0
R0320	<b>Technical provisions - total</b>	3	0		2,261	448	-8	173	448	0			10					3,335
R0330	<b>Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total</b>	0	0		30	-18	-4	72	212	0			6					299
R0340	<b>Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total</b>	3	0		2,231	465	-4	101	236	0			4					3,036

S.19.01.21

**Non-Life insurance claims**

**Total Non-life business**

Z0020 Accident year / underwriting year

<b>Gross Claims Paid (non-cumulative)</b>															
(absolute amount)															
Year	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180		
	Development year										In Current year	Sum of years (cumulative)			
	0	1	2	3	4	5	6	7	8	9			10 & +		
R0100	Prior											147	147	147	
R0160	2013	818	452	119	52	72	67	12	29	26	29	29	29	1,677	
R0170	2014	798	399	86	6	14	0	7	-2	1		1	1	1,311	
R0180	2015	882	314	70	22	7	0	2	1			1	1	1,297	
R0190	2016	1,010	387	63	102	34	3	40				40	40	1,639	
R0200	2017	1,098	428	103	55	36	24					24	24	1,744	
R0210	2018	1,029	760	117	22	13						13	13	1,942	
R0220	2019	1,033	721	213	30							30	30	1,997	
R0230	2020	915	647	91								91	91	1,653	
R0240	2021	895	804									804	804	1,699	
R0250	2022	1,038										1,038	1,038	1,038	
R0260													<b>Total</b>	<b>2,218</b>	<b>16,144</b>

<b>Gross Undiscounted Best Estimate Claims Provisions</b>														
(absolute amount)														
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	C0360		
	Development year											Year end (discounted data)		
	0	1	2	3	4	5	6	7	8	9	10 & +			
R0100	Prior												327	391
R0160	2013	0	0	0	167	170	189	74	100	96	89	89	81	
R0170	2014	0	0	45	23	6	13	8	8	6		6	6	
R0180	2015	0	99	60	8	-2	18	12	12			11	11	
R0190	2016	647	236	161	217	351	327	313				283	283	
R0200	2017	951	322	298	317	414	452					412	412	
R0210	2018	1,115	347	232	175	131						119	119	
R0220	2019	982	222	96	57							53	53	
R0230	2020	373	110	67								62	62	
R0240	2021	691	319									291	291	
R0250	2022	766										705	705	
R0260												<b>Total</b>	<b>2,413</b>	



S.23.01.01

**Own Funds**

**Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation 2015/35**

R0010	Ordinary share capital (gross of own shares)
R0030	Share premium account related to ordinary share capital
R0040	Initial funds, members' contributions or the equivalent basic own-fund item for mutual and mutual-type undertakings
R0050	Subordinated mutual member accounts
R0070	Surplus funds
R0090	Preference shares
R0110	Share premium account related to preference shares
R0130	Reconciliation reserve
R0140	Subordinated liabilities
R0160	An amount equal to the value of net deferred tax assets
R0180	Other own fund items approved by the supervisory authority as basic own funds not specified above
<b>R0220</b>	<b>Own funds from the financial statements that should not be represented by the reconciliation reserve and do not meet the criteria to be classified as Solvency II own funds</b>
<b>R0230</b>	<b>Deductions for participations in financial and credit institutions</b>
<b>R0290</b>	<b>Total basic own funds after deductions</b>

**Ancillary own funds**

R0300	Unpaid and uncalled ordinary share capital callable on demand
R0310	Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand
R0320	Unpaid and uncalled preference shares callable on demand
R0330	A legally binding commitment to subscribe and pay for subordinated liabilities on demand
R0340	Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC
R0350	Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC
R0360	Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0370	Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0390	Other ancillary own funds
<b>R0400</b>	<b>Total ancillary own funds</b>

**Available and eligible own funds**

R0500	Total available own funds to meet the SCR
R0510	Total available own funds to meet the MCR
R0540	Total eligible own funds to meet the SCR
R0550	Total eligible own funds to meet the MCR

R0580	<b>SCR</b>
R0600	<b>MCR</b>
R0620	<b>Ratio of Eligible own funds to SCR</b>
R0640	<b>Ratio of Eligible own funds to MCR</b>

**Reconciliation reserve**

R0700	Excess of assets over liabilities
R0710	Own shares (held directly and indirectly)
R0720	Foreseeable dividends, distributions and charges
R0730	Other basic own fund items
R0740	Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds
<b>R0760</b>	<b>Reconciliation reserve</b>

**Expected profits**

R0770	Expected profits included in future premiums (EPIFP) - Life business
R0780	Expected profits included in future premiums (EPIFP) - Non- life business
<b>R0790</b>	<b>Total Expected profits included in future premiums (EPIFP)</b>

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
1,710	1,710		0	
0	0		0	
0	0		0	
0		0	0	0
0	0			
0		0	0	0
0		0	0	0
2,827	2,827			
0		0	0	0
0				0
0	0	0	0	0
0				
0				
4,537	4,537	0	0	0

0				
0				
0				
0				
0				
0				
0				
0				
0				
0			0	0

4,537	4,537	0	0	0
4,537	4,537	0	0	
4,537	4,537	0	0	0
4,537	4,537	0	0	

2,642
4,000
171.77%
113.44%

C0060
4,537
0
1,710
0
2,827

0

## S.25.01.21

## Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
R0010 Market risk	1,269		
R0020 Counterparty default risk	758		
R0030 Life underwriting risk	0		
R0040 Health underwriting risk	136		
R0050 Non-life underwriting risk	1,197		
R0060 Diversification	-926		
R0070 Intangible asset risk	24		
R0100 <b>Basic Solvency Capital Requirement</b>	2,458		
<b>Calculation of Solvency Capital Requirement</b>			
R0130 Operational risk	184		
R0140 Loss-absorbing capacity of technical provisions	0		
R0150 Loss-absorbing capacity of deferred taxes	0		
R0160 Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0		
R0200 <b>Solvency Capital Requirement excluding capital add-on</b>	2,642		
R0210 Capital add-ons already set	0		
R0220 <b>Solvency capital requirement</b>	2,642		
<b>Other information on SCR</b>			
R0400 Capital requirement for duration-based equity risk sub-module	0		
R0410 Total amount of Notional Solvency Capital Requirements for remaining part	0		
R0420 Total amount of Notional Solvency Capital Requirements for ring fenced funds	0		
R0430 Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0		
R0440 Diversification effects due to RFF nSCR aggregation for article 304	0		
<b>Approach to tax rate</b>			
R0590 Approach based on average tax rate	Yes		
<b>Calculation of loss absorbing capacity of deferred taxes</b>			
<b>LAC DT</b>			
C0130			
R0640 LAC DT	0		
R0650 LAC DT justified by reversion of deferred tax liabilities	0		
R0660 LAC DT justified by reference to probable future taxable economic profit	0		
R0670 LAC DT justified by carry back, current year	0		
R0680 LAC DT justified by carry back, future years	0		
R0690 Maximum LAC DT	0		

## USP Key

## For life underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 9 - None

## For health underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 2 - Standard deviation for NSLT health premium risk
- 3 - Standard deviation for NSLT health gross premium risk
- 4 - Adjustment factor for non-proportional reinsurance
- 5 - Standard deviation for NSLT health reserve risk
- 9 - None

## For non-life underwriting risk:

- 4 - Adjustment factor for non-proportional reinsurance
- 6 - Standard deviation for non-life premium risk
- 7 - Standard deviation for non-life gross premium risk
- 8 - Standard deviation for non-life reserve risk
- 9 - None

