

# Progressive Insurance Company Limited

## Solvency and Financial Condition Report

### Disclosures

31 December  
**2020**

(Monetary amounts in EUR thousands)

## General information

Undertaking name	Progressive Insurance Company Limited
Undertaking identification code	529900BLBH5YY0K8NY18
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 2020
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**

		<b>Solvency II value</b>
		C0010
<b>Assets</b>		
R0030	Intangible assets	108
R0040	Deferred tax assets	63
R0050	Pension benefit surplus	0
R0060	Property, plant & equipment held for own use	1,441
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	4,107
R0080	<i>Property (other than for own use)</i>	1,995
R0090	<i>Holdings in related undertakings, including participations</i>	544
R0100	<i>Equities</i>	2
R0110	<i>Equities - listed</i>	2
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>	0
R0190	<i>Derivatives</i>	0
R0200	<i>Deposits other than cash equivalents</i>	1,566
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:	492
R0280	<i>Non-life and health similar to non-life</i>	492
R0290	<i>Non-life excluding health</i>	492
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	619
R0370	Reinsurance receivables	63
R0380	Receivables (trade, not insurance)	0
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	1,426
R0420	Any other assets, not elsewhere shown	286
R0500	<b>Total assets</b>	<b>8,604</b>

**S.02.01.02**  
**Balance sheet**

		<b>Solvency II value</b>
		C0010
<b>Liabilities</b>		
R0510	Technical provisions - non-life	3,153
R0520	<i>Technical provisions - non-life (excluding health)</i>	3,152
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	2,903
R0550	<i>Risk margin</i>	249
R0560	<i>Technical provisions - health (similar to non-life)</i>	2
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	1
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	412
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	358
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	412
R0900	<b>Total liabilities</b>	<b>4,336</b>
R1000	<b>Excess of assets over liabilities</b>	<b>4,268</b>





S.17.01.02  
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
R0010	Technical provisions calculated as a whole																
	0	0	0	0	0	0	0	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	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
	<b>Technical provisions calculated as a sum of BE and RM</b>																
	<b>Best estimate</b>																
	<b>Premium provisions</b>																
R0060	Gross																
	1	-3		439	221	-9	34	22	-1			8					713
R0140	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																
	0	-2		3	0	-4	-31	31	0			2					-2
R0150	<b>Net Best Estimate of Premium Provisions</b>																
	1	-1		436	221	-4	66	-9	-1			6					714
	<b>Claims provisions</b>																
R0160	Gross																
	0	2		1,542	120	12	137	367	10			0					2,191
R0240	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default																
	0	2		180	0	10	123	171	8			0					494
R0250	<b>Net Best Estimate of Claims Provisions</b>																
	0	0		1,362	120	2	14	196	2			0					1,697
R0260	<b>Total best estimate - gross</b>																
	2	-1		1,981	342	3	171	389	9			8					2,904
R0270	<b>Total best estimate - net</b>																
	2	-1		1,798	342	-2	80	187	1			6					2,412
R0280	<b>Risk margin</b>																
	1	0		171	35	1	13	29	1			0					250
	<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>																
	2	-1		2,152	376	4	184	418	10			8					3,153
R0330	<b>Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total</b>																
	0	0		183	0	5	91	202	8			2					492
R0340	<b>Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total</b>																
	2	-1		1,969	376	-1	92	216	2			6					2,661

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year

Gross Claims Paid (non-cumulative)													
(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											80	80
R0160	972	1,047	370	71	1	4	15	0	58	34		34	2,573
R0170	982	540	109	24	86	50	60	15	8			8	1,874
R0180	818	452	119	52	72	67	12	29				29	1,622
R0190	798	399	86	6	14	0	7					7	1,311
R0200	882	314	70	22	7	0						0	1,294
R0210	1,010	387	63	102	34							34	1,596
R0220	1,098	428	103	55								55	1,685
R0230	1,029	760	117									117	1,907
R0240	1,033	721										721	1,754
R0250	915											915	915
R0260	Total											2,001	16,609

Gross Undiscounted Best Estimate Claims Provisions												
(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											223
R0160	0	0	0	0	0	65	33	20	49	156		158
R0170	0	0	0	0	128	75	79	120	166			168
R0180	0	0	0	167	170	189	74	100				102
R0190	0	0	45	23	6	13	8					8
R0200	0	99	60	8	-2	18						18
R0210	647	236	161	217	351							355
R0220	951	322	298	317								321
R0230	1,115	347	232									234
R0240	982	222										225
R0250	373											377
R0260	Total											2,181





## S.25.01.21

## Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
R0010 Market risk	1,143		
R0020 Counterparty default risk	932		
R0030 Life underwriting risk	0		
R0040 Health underwriting risk	107		
R0050 Non-life underwriting risk	1,272		
R0060 Diversification	-932		
R0070 Intangible asset risk	86		
R0100 <b>Basic Solvency Capital Requirement</b>	2,608		
<b>Calculation of Solvency Capital Requirement</b>			
R0130 Operational risk	168		
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>	2,777		
R0210 Capital add-ons already set	0		
R0220 <b>Solvency capital requirement</b>	2,777		
<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>			
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

S.28.01.01

Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

Linear formula component for non-life insurance and reinsurance obligations

R0010 MCR<sub>NL</sub> Result

C0010

552

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
C0020	C0030

R0020	Medical expense insurance and proportional reinsurance
R0030	Income protection insurance and proportional reinsurance
R0040	Workers' compensation insurance and proportional reinsurance
R0050	Motor vehicle liability insurance and proportional reinsurance
R0060	Other motor insurance and proportional reinsurance
R0070	Marine, aviation and transport insurance and proportional reinsurance
R0080	Fire and other damage to property insurance and proportional reinsurance
R0090	General liability insurance and proportional reinsurance
R0100	Credit and suretyship insurance and proportional reinsurance
R0110	Legal expenses insurance and proportional reinsurance
R0120	Assistance and proportional reinsurance
R0130	Miscellaneous financial loss insurance and proportional reinsurance
R0140	Non-proportional health reinsurance
R0150	Non-proportional casualty reinsurance
R0160	Non-proportional marine, aviation and transport reinsurance
R0170	Non-proportional property reinsurance

	2	12
	0	2
	0	0
	1,798	2,334
	342	630
	0	16
	80	244
	187	418
	1	23
	0	0
	0	0
	6	2
	0	0
	0	0
	0	0
	0	0

Linear formula component for life insurance and reinsurance obligations

R0200 MCR<sub>L</sub> Result

C0040

0

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
C0050	C0060

R0210	Obligations with profit participation - guaranteed benefits
R0220	Obligations with profit participation - future discretionary benefits
R0230	Index-linked and unit-linked insurance obligations
R0240	Other life (re)insurance and health (re)insurance obligations
R0250	Total capital at risk for all life (re)insurance obligations


Overall MCR calculation

R0300	Linear MCR
R0310	SCR
R0320	MCR cap
R0330	MCR floor
R0340	Combined MCR
R0350	Absolute floor of the MCR
R0400	Minimum Capital Requirement

C0070

552  
2,777  
1,249  
694  
694  
3,700  
3,700