



Public Disclosures - Unaudited Reporting year 2019



General
Insurance
of Cyprus



Table of Contents

	Page
Table of Contents	2
A Supervisory Reporting and Public Disclosure	3
B Quantitative Reporting Templates	5

A Supervisory Reporting and Public Disclosures

1. Supervisory flexibility regarding deadlines

On 20 March 2020, the European Insurance and Occupational Pensions Authority (EIOPA) issued recommendations for the insurance sector regarding the Coronavirus/COVID-19 situation, in accordance with Article 16 of Regulation (EU) 1094/2010. Recommendations are based on Directive 2009/138/EC (Solvency II Directive) and EIOPA's guidelines and other relevant EIOPA instruments and are addressed to the competent authorities.

Considering the likelihood that insurance and reinsurance undertakings may face increasingly difficult conditions in the immediate future in terms of navigating through challenging market conditions, EIOPA considers that insurance companies need to concentrate their efforts on monitoring and assessing the impact of the Coronavirus/COVID-19 situation as well as ensuring business continuity and therefore EIOPA announced recommendations on supervisory flexibility regarding the deadlines of supervisory reporting and public disclosures.

Based on the above, the Insurance Companies Control Service in Cyprus provided the following deadline relaxations related to annual supervisory reporting and public disclosures:

- 8-week delay (to 2 June 2020) in the submission of the annual Quantitative Reporting Templates (QRTs) for the year 2019, with the exception of the following QRTs - Content of the Submission (S.01.01), Basic Information (S.01.02), Balance Sheet (S.02.01), Own funds (S.23.01) and SCR calculation (S.25.01) - which are to be submitted (unaudited) by 21 April 2020; and
- 8-week delay (to 2 June 2020) for the publication of the Solvency and Financial Condition Report (SFCR) for the year 2019, with the exception of the following QRTs - Balance Sheet (S.02.01), Own funds (S.23.01) and SCR calculation (S.25.01) – which are to be submitted (unaudited) by 21 April 2020. These unaudited QRTs can be found in Section B of this report.

2. COVID 19 Implications

According to Article 55 (1) of the Cyprus Insurance and Reinsurance Business and Other Related Matters Law, in the event of any major development affecting significantly the relevance of the information disclosed in accordance with Articles 51 and 54 of the Law, insurance and reinsurance undertakings shall disclose appropriate information on the nature and effects of that major development. Based on this, the Company makes the following disclosures:

With the recent and rapid development of the Coronavirus disease (COVID-19) outbreak the world economy entered a period of unprecedented health care crisis that has already caused considerable global disruption in business activities and everyday life. Many countries have adopted extraordinary and economically costly containment measures. Certain countries have required companies to limit or even suspend normal business operations. Governments, including the Republic of Cyprus, have implemented restrictions on travelling as well as strict quarantine measures.

Industries such as tourism, hospitality and entertainment are expected to be directly disrupted by these measures. Other industries such as manufacturing and financial services are expected to be indirectly impacted and their results to also be negatively affected. The financial effect of the current crisis on the global economy and overall business activities cannot be estimated with reasonable certainty at this stage, due to the pace at which the outbreak expands and the high level of uncertainties arising from the inability to reliably predict the outcome.

In Cyprus, on 15 March 2020, the Council of Ministers announced that Cyprus is entering a state of emergency considering the uncertain situation as it unfolds daily, the growing spread of COVID-19 outbreak and the World Health Organization's data on the situation. To this end, certain measures have been taken with a view to safeguard public health and ensure the economic survival of working people, businesses, vulnerable groups and the economy at large.

New regulations have been announced to protect the population from a further spread of the disease which tighten the entry of individuals to the Republic. Additionally, it was decided that a considerable number of private businesses operating in various sectors of the economy would have their operations suspended until the end of April while unnecessary movements are prohibited.

The objective of these public policy measures is to contain the spread of the COVID-19 outbreak and are expected to result in a partial business disruption also for the General Insurance of Cyprus Ltd ("the Company"). The Management of the Company has considered the unique circumstances that could have a material impact on the business operations and risk exposures of the Company and has concluded that the main impact arises from:

- Operational risks, from unavailability of personnel;
- Business risks, from decrease in premium production due to closure of businesses and decrease in tourism;
- Underwriting risks, from increase in claims costs;
- Market risks, from volatility in investments' values; and
- Credit risks, from increase in expected credit losses due to overdue premiums.

Taking into consideration the main areas affected as identified above, the Company's Management is assessing the impact of COVID-19 on its business operations and the Company's solvency, profitability and liquidity positions on a continuous basis, by incorporating downside scenarios and stress tests using various assumptions.

From the analysis performed to date, no additional liquidity and/or capital needs have been identified. The Management of the Company will continue to monitor the situation closely and assess the need to take any additional required measures in case the period of disruption becomes prolonged.

The incident is considered a non-adjusting event and is therefore not reflected in the recognition and measurement of assets and liabilities in financial statements for the year ended 31 December 2019.

B Quantitative Reporting Templates

The following unaudited QRTs are publicly disclosed with reference date 31 December 2019:

Appendix	Table code	Table Label
B1	S.02.01.02	Balance Sheet
B2	S.23.01.01	Own Funds
B3	S.25.01.21	SCR - for undertakings on Standard Formula



Appendix B1 - S.02.01.02: Balance Sheet

	Solvency II value
	C0010
Assets	
Intangible assets	R0030 -
Deferred tax assets	R0040 -
Pension benefit surplus	R0050 -
Property, plant & equipment held for own use	R0060 9,775,872
Investments (other than assets held for index-linked and unit-linked contracts)	R0070 48,968,667
Property (other than for own use)	R0080 1,319,000
Holdings in related undertakings, including participations	R0090 754,810
Equities	R0100 3,238
Equities - listed	R0110 -
Equities - unlisted	R0120 3,238
Bonds	R0130 -
Government Bonds	R0140 -
Corporate Bonds	R0150 -
Structured notes	R0160 -
Collateralised securities	R0170 -
Collective Investments Undertakings	R0180 40,323,223
Derivatives	R0190 -
Deposits other than cash equivalents	R0200 6,568,396
Other investments	R0210 -
Assets held for index-linked and unit-linked contracts	R0220 -
Loans and mortgages	R0230 -
Loans on policies	R0240 -
Loans and mortgages to individuals	R0250 -
Other loans and mortgages	R0260 -
Reinsurance recoverables from:	R0270 12,627,811
Non-life and health similar to non-life	R0280 12,627,811
Non-life excluding health	R0290 12,413,572
Health similar to non-life	R0300 214,239
Life and health similar to life, excluding health and index-linked and unit-linked	R0310 -
Health similar to life	R0320 -
Life excluding health and index-linked and unit-linked	R0330 -
Life index-linked and unit-linked	R0340 -
Deposits to cedants	R0350 -
Insurance and intermediaries receivables	R0360 11,025,264
Reinsurance receivables	R0370 42,538
Receivables (trade, not insurance)	R0380 1,099,204
Own shares (held directly)	R0390 -
Amounts due in respect of own fund items or initial fund called up but not yet paid in	R0400 -
Cash and cash equivalents	R0410 7,607,761
Any other assets, not elsewhere shown	R0420 -
Total assets	R0500 91,147,117
	Solvency II value
	C0010
Liabilities	
Technical provisions – non-life	R0510 45,416,153
Technical provisions – non-life (excluding health)	R0520 44,427,290
Technical provisions calculated as a whole	R0530 0
Best Estimate	R0540 42,623,063
Risk margin	R0550 1,804,227
Technical provisions - health (similar to non-life)	R0560 988,863
Technical provisions calculated as a whole	R0570 0
Best Estimate	R0580 937,523
Risk margin	R0590 51,340
Technical provisions - life (excluding index-linked and unit-linked)	R0600 -
Technical provisions - health (similar to life)	R0610 -
Technical provisions calculated as a whole	R0620 -
Best Estimate	R0630 -
Risk margin	R0640 -
Technical provisions – life (excluding health and index-linked and unit-linked)	R0650 -
Technical provisions calculated as a whole	R0660 -
Best Estimate	R0670 -
Risk margin	R0680 -
Technical provisions – index-linked and unit-linked	R0690 -
Technical provisions calculated as a whole	R0700 -
Best Estimate	R0710 -
Risk margin	R0720 -
Contingent liabilities	R0740 -
Provisions other than technical provisions	R0750 -
Pension benefit obligations	R0760 -
Deposits from reinsurers	R0770 -
Deferred tax liabilities	R0780 953,296
Derivatives	R0790 -
Debts owed to credit institutions	R0800 -
Financial liabilities other than debts owed to credit institutions	R0810 -
Insurance & intermediaries payables	R0820 3,320,822
Reinsurance payables	R0830 3,165,783
Payables (trade, not insurance)	R0840 3,158,705
Subordinated liabilities	R0850 -
Subordinated liabilities not in Basic Own Funds	R0860 -
Subordinated liabilities in Basic Own Funds	R0870 -
Any other liabilities, not elsewhere shown	R0880 389,239
Total liabilities	R0900 56,403,998
Excess of assets over liabilities	R1000 34,743,119

Appendix B2 - S.23.01.01: Own funds

	Total	Tier 1 - unrestricted	Tier 1 - restricted	Tier 2	Tier 3
	C0010	C0020	C0030	C0040	C0050
Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation 2015/35					
Ordinary share capital (gross of own shares)	R0010	5.130.000	5.130.000		
Share premium account related to ordinary share capital	R0030				
Initial funds, members' contributions or the equivalent basic own - fund item for mutual and mutual-type undertakings	R0040				
Subordinated mutual member accounts	R0050				
Surplus funds	R0070				
Preference shares	R0090				
Share premium account related to preference shares	R0110				
Reconciliation reserve	R0130	29.613.119	29.613.119		
Subordinated liabilities	R0140				
An amount equal to the value of net deferred tax assets	R0160	0			0
Other own fund items approved by the supervisory authority as basic own funds not specified above	R0180				
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					
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	R0220				
Deductions					
Deductions for participations in financial and credit institutions	R0230				
Total basic own funds after deductions	R0290	34.743.119	34.743.119		0
Ancillary own funds					
Unpaid and uncalled ordinary share capital callable on demand	R0300				
Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand	R0310				
Unpaid and uncalled preference shares callable on demand	R0320				
A legally binding commitment to subscribe and pay for subordinated liabilities on Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC	R0330				
Letters of credit and guarantees other than under Article 96(2) of the Directive	R0340				
Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0360				
Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC	R0370				
Other ancillary own funds	R0390				
Total ancillary own funds	R0400				
Available and eligible own funds					
Total available own funds to meet the SCR	R0500	34.743.119	34.743.119		0
Total available own funds to meet the MCR	R0510	34.743.119	34.743.119		
Total eligible own funds to meet the SCR	R0540	34.743.119	34.743.119	0	0
Total eligible own funds to meet the MCR	R0550	34.743.119	34.743.119	0	0
SCR	R0580	19.270.564			
MCR	R0600	5.350.201			
Ratio of Eligible own funds to SCR	R0620	180%			
Ratio of Eligible own funds to MCR	R0640	649%			
Reconciliation reserve					
Excess of assets over liabilities	R0700	34.743.119			
Own shares (held directly and indirectly)	R0710	-			
Foreseeable dividends, distributions and charges	R0720	-			
Other basic own fund items	R0730	5.130.000			
Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds	R0740	-			
Reconciliation reserve	R0760	29.613.119			
Expected profits					
Expected profits included in future premiums (EPIFP) - Life business	R0770				
Expected profits included in future premiums (EPIFP) - Non- life business	R0780	3.780.858			
Total Expected profits included in future premiums (EPIFP)	R0790	3.780.858			

Appendix B3 - S.25.01.21: Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0100
Market risk	R0010 5.327.954		
Counterparty default risk	R0020 6.598.695		
Life underwriting risk	R0030 .		
Health underwriting risk	R0040 451.058		
Non-life underwriting risk	R0050 11.210.645		
Diversification	R0060 -5.646.195		
Intangible asset risk	R0070 .		
Basic Solvency Capital Requirement	R0100 17.942.156		
Calculation of Solvency Capital Requirement			C0100
Operational risk			R0130 1.477.755
Loss-absorbing capacity of technical provisions			R0140 0
Loss-absorbing capacity of deferred taxes			R0150 -149.347
Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC			R0160 .
Solvency Capital Requirement excluding capital add-on			R0200 19.270.564
Capital add-on already set			R0210 .
Solvency capital requirement			R0220 19.270.564
Other information on SCR			
Capital requirement for duration-based equity risk sub-module			R0400 .
Total amount of Notional Solvency Capital Requirements for remaining part			R0410 .
Total amount of Notional Solvency Capital Requirements for ring fenced funds			R0420 0
Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios			R0430 0
Diversification effects due to RFF nSCR aggregation for article 304			R0440 0