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	СҮ
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

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S.05.01.02 - Premiums, claims and expenses by line of business

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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
	Assets	C0010
R0030	Intangible assets	108
R0040	Deferred tax assets	63
R0050		0
R0060		1,441
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	4,107
R0080	Property (other than for own use)	1,995
R0090	Holdings in related undertakings, including participations	544
R0100	Equities	2
R0110	Equities - listed	2
R0120	Equities - unlisted	0
R0130	Bonds	0
R0140	Government Bonds	0
R0150	Corporate Bonds	0
R0160	Structured notes	0
R0170	Collateralised securities	0
R0180	Collective Investments Undertakings	0
R0190	Derivatives	0
R0200	Deposits other than cash equivalents	1,566
R0210	Other investments	0
R0220	Assets held for index-linked and unit-linked contracts	0
R0230	Loans and mortgages	0
R0240	Loans on policies	0
R0250	Loans and mortgages to individuals	0
R0260	Other loans and mortgages	0
R0270		492
R0280	Non-life and health similar to non-life	492
R0290	Non-life excluding health	492
R0300	Health similar to non-life	0
R0310	Life and health similar to life, excluding index-linked and unit-linked	0
R0320	Health similar to life	0
R0330	Life excluding health and index-linked and unit-linked	0
R0340	Life index-linked and unit-linked	0
R0350	Deposits to cedants	0
R0360	•	619
R0370		63
	Receivables (trade, not insurance)	0
	Own shares (held directly)	0
	Amounts due in respect of own fund items or initial fund called up but not yet paid in	0
	Cash and cash equivalents	1,426
R0420		286
	Total assets	8,604

S.02.01.02 Balance sheet

		Solvency II
		value
	Liabilities	C0010
R0510	Technical provisions - non-life	3,153
R0520	Technical provisions - non-life (excluding health)	3,152
R0530	TP calculated as a whole	0
R0540	Best Estimate	2,903
R0550	Risk margin	249
R0560	Technical provisions - health (similar to non-life)	2
R0570	TP calculated as a whole	0
R0580	Best Estimate	1
R0590	Risk margin	1
R0600	Technical provisions - life (excluding index-linked and unit-linked)	0
R0610	Technical provisions - health (similar to life)	0
R0620	TP calculated as a whole	0
R0630	Best Estimate	0
R0640	Risk margin	0
R0650	Technical provisions - life (excluding health and index-linked and unit-linked)	0
R0660	TP calculated as a whole	0
R0670	Best Estimate	0
R0680	Risk margin	0
R0690	Technical provisions - index-linked and unit-linked	0
R0700	TP calculated as a whole	0
R0710	Best Estimate	0
R0720	Risk margin	0
	Contingent liabilities	0
	Provisions other than technical provisions Pension benefit obligations	0
R0700		0
	Deferred tax liabilities	412
	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	Subordinated liabilities not in BOF	0
R0870	Subordinated liabilities in BOF	0
R0880	Any other liabilities, not elsewhere shown	412
R0900	Total liabilities	4,336
R1000	Excess of assets over liabilities	4,268

S.05.01.02 Premiums, claims and expenses by line of business

Non-life

			Line of Business	for: non-life ins	urance and rein	surance obliga	tions (direct bus	iness and acce	pted proportior	nal reinsurance	•)		Line of I		ccepted non-prop surance	oortional	
	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	Misc. financial loss	Health	Casualty	Marine, aviation and transport	Property	Total
	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0200
Premiums written																	
R0110 Gross - Direct Business	12			2,567	666	60		785				85					5,695
R0120 Gross - Proportional reinsurance accepted	0	0		0	0	0	0	0	0			0		1	1 1		0
R0130 Gross - Non-proportional reinsurance accepted		20		222	27		4 220	2/7			1	0.2					0
R0140 Reinsurers' share R0200 Net	0			233	37 630	44		367 418				83					2,015 3,680
Premiums earned	12	2		2,334	030	10	244	410	23			Z					3,000
R0210 Gross - Direct Business	14	21		2,538	659	58	1,480	753	22			62					5,606
R0220 Gross - Proportional reinsurance accepted	0			0		0		0				0					0
R0230 Gross - Non-proportional reinsurance accepted																	0
R0240 Reinsurers' share	0	19		234	37	42	1,236	328	1			60					1,958
R0300 Net	14	2		2,304	622	16		424			1	2					3,648
Claims incurred																	
R0310 Gross - Direct Business	1	4		1,296	301	12		120				0					1,719
R0320 Gross - Proportional reinsurance accepted	0	0		0	0	0	0	0	0			0					0
R0330 Gross - Non-proportional reinsurance accepted																	0
R0340 Reinsurers' share	0	4		3				-1				0					-65
R0400 Net	1	0		1,293	301	2	66	122	0			0					1,783
Changes in other technical provisions R0410 Gross - Direct Business	0	0		2	0	0	4	-3	0		1	0					2
R0420 Gross - Proportional reinsurance accepted	0	0		2		0		-3				0					
R0430 Gross - Non-proportional reinsurance accepted	0	Ū		0	0	0	0	0	0	1		0		1	1		0
R0440 Reinsurers' share	0	0		0	0	0	0	0	0		1	0					0
R0500 Net	0			2		0		-3				0					3
	-	-		II							1	-					1 010
R0550 Expenses incurred R1200 Other expenses	3	5		907	246	12	394	221	5			25					1,818
R1300 Total expenses																	2,200

S.05.02.01 Premiums, claims and expenses by country

Non-life

		C0010	C0020	C0030	C0040	C0050	C0060	C0070
		Home Country	Top 5 countries (l	by amount of gross p non-life obligations	remiums written) -	premiums wri	by amount of gross tten) - non-life ations	Total Top 5 and home country
R0010								, ,
		C0080	C0090	C0100	C0110	C0120	C0130	C0140
	Premiums written							
R0110	Gross - Direct Business	5,695						5,695
R0120	Gross - Proportional reinsurance accepted							0
R0130	Gross - Non-proportional reinsurance accepted							0
R0140	Reinsurers' share	2,015						2,015
R0200	Net	3,680						3,680
	Premiums earned							
R0210	Gross - Direct Business	5,606						5,606
R0220	Gross - Proportional reinsurance accepted							0
R0230	h -h							0
R0240		1,958						1,958
R0300		3,648						3,648
	Claims incurred							
	Gross - Direct Business	1,719						1,719
R0320								0
R0330	h -b							0
R0340		-65						-65
R0400		1,783						1,783
	Changes in other technical provisions			1		1		
	Gross - Direct Business	3						3
R0420	Gross - Proportional reinsurance accepted							0
R0430	Gross - Non-proportional reinsurance accepted							0
R0440	Reinsurers' share	0						0
R0500	Net	3						3
R0550	Expenses incurred	1,818						1,818
R1200	Other expenses							382
R1300	Total expenses							2,200

S.17.01.02 Non-Life Technical Provisions

						Direct bus	iness and accept	ed proportional r	einsurance					Ac	cepted non-prop	ortional reinsurar	nce	
		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	Total Non-Life obligation
		C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010	Fechnical provisions calculated as a whole	0	0		0	0	0	0	0	0			0					0
R0050 a	Total Recoverables from reinsurance/SPV and Finite Re after the udjustment for expected losses due to counterparty default ssociated to TP calculated as a whole	0	0		0	0	0	0	0	0)		0					0
	Technical provisions calculated as a sum of BE and RM Sest estimate																	
	Premium provisions			I					I					I				
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	0	2					-31	31									2
K0140	counterparty default	0	-2		, , , , , , , , , , , , , , , , , , ,	Ū	-4	-51	31		<u>'</u>		-					
R0150	Net Best Estimate of Premium Provisions	1	-1		436	221	-4	66	-9	-1			6					714
	Claims provisions		-				-			-		-						
R0160	Gross	0	2		1,542	120	12	137	367	10			0					2,191
	Total recoverable from reinsurance/SPV and Finite																	
R0240	Re after the adjustment for expected losses due to	0	2		180	0	10	123	171	8	3		0					494
R0250	counterparty default Net Best Estimate of Claims Provisions	0	0		1.362	120	2	14	196	2	•		0					1,697
	Fotal best estimate - gross	2	-1		1,981								8	1	1			2,904
	fotal best estimate - net	2			1,798								6					2,412
R0280 F	Risk margin	1	0		171	35	1	13	29	1			0					250
	Amount of the transitional on Technical Provisions			1				1 13					1 0	1	1			250
	echnical Provisions calculated as a whole	0	0		0	0	0	0	0	0			0					0
	Best estimate	0	0		0					0			0					0
R0310 F	Risk margin	0	0		0	0	0	0	0	0			0					0
	Fechnical provisions - total	2	-1		2,152	376	4	184	418	10			8					3,153
	Recoverable from reinsurance contract/SPV and				100			91	202									402
	Finite Re after the adjustment for expected losses due to counterparty default - total	0	0		183	0	5	91	202	8			2					492
R0340	Fechnical provisions minus recoverables from reinsurance/SPV and Finite Re - total	2	-1		1,969	376	-1	92	216	2	2		6					2,661

S.19.01.21 Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year Accident Year

¢	Gross Claims	Paid (non-cur	nulative)											
((absolute am	ount)												
		C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180
	Year					Developm	ent year						In Current	Sum of years
		0	1	2	3	4	5	6	7	8	9	10 & +	year	(cumulative)
00	Prior											80	80	80
160	2011	972	1,047	370	71	1	4	15	0	58	34		34	2,573
170	2012	982	540	109	24	86	50	60	15	8			8	1,874
80	2013	818	452	119	52	72	67	12	29				29	1,622
90	2014	798	399	86	6	14	0	7					7	1,311
200	2015	882	314	70	22	7	0						0	1,294
10	2016	1,010	387	63	102	34							34	1,596
20	2017	1,098	428	103	55								55	1,685
30	2018	1,029	760	117									117	1,907
40	2019	1,033	721										721	1,754
50	2020	915											915	915
260												Total	2,001	16,609

	Gross Undisc absolute am	ounted Best E ount)	stimate Clain	ns Provisions									
													C0360
		C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	Year end
	Year					Developm	ient year						(discounted
		0	1	2	3	4	5	6	7	8	9	10 & +	data)
R0100	Prior											223	216
R0160	2011	0	0	0	0	0	65	33	20	49	156		158
R0170	2012	0	0	0	0	128	75	79	120	166			168
R0180	2013	0	0	0	167	170	189	74	100				102
R0190	2014	0	0	45	23	6	13	8					8
R0200	2015	0	99	60	8	-2	18						18
R0210	2016	647	236	161	217	351							355
R0220	2017	951	322	298	317								321
R0230	2018	1,115	347	232									234
R0240	2019	982	222										225
R0250	2020	373											377
R0260												Total	2,181

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

R0220 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

R0230 Deductions for participations in financial and credit institutions

R0290 Total basic own funds after deductions

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
- R0400 Total ancillary own funds

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 SCR

- R0600 MCR
- R0620 Ratio of Eligible own funds to SCR
- R0640 Ratio of Eligible own funds to MCR

Reconcilliation 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

R0760 Reconciliation reserve

Expected profits

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

Total	Tier 1	Tier 1	Tier 2	Tier 3
TOLAI	unrestricted	restricted	Tier Z	Tiers
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
2,558	2,558			
0		0	0	0
0				0
0	0	0	0	0
0				
0				
4,268	4,268	0	0	0

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

4,268	4,268	0	0	0
4,268	4,268	0	0	
4,268	4,268	0	0	0
4,268	4,268	0	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	1,143		
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		
			USP Key	
R0070	Intangible asset risk	86		unitainen erielen
				the amount of annuity
R0100	Basic Solvency Capital Requirement	2,608	benefits 9 - None	
			For health und	onuriting ricks
	Calculation of Solvency Capital Requirement	C0100		the amount of annuity
R0130	Operational risk	168	benefits 2 - Standard de	viation for NSLT health
R0140	Loss-absorbing capacity of technical provisions	0	premium ri	sk
R0150	Loss-absorbing capacity of deferred taxes	0	3 - Standard de premium ri	viation for NSLT health gross sk
R0160	Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0	4 - Adjustment reinsurance	factor for non-proportional
R0200	Solvency Capital Requirement excluding capital add-on	2,777		e viation for NSLT health
R0210	Capital add-ons already set	0	reserve risk 9 - None	
R0220	Solvency capital requirement	2,777		
				i derwriting risk: factor for non-proportional
	Other information on SCR		reinsurance 6 - Standard de	viation for non-life
R0400	Capital requirement for duration-based equity risk sub-module	0	premium ri	sk
R0410	Total amount of Notional Solvency Capital Requirements for remaining part	0	7 - Standard de premium ri	viation for non-life gross sk
R0420	Total amount of Notional Solvency Capital Requirements for ring fenced funds	0	8 - Standard de reserve risk	viation for non-life
R0430	Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0	9 - None	
R0440	Diversification effects due to RFF nSCR aggregation for article 304	0		
	Approach to tax rate	C0109		
R0590		Yes		
		LAC DT		
	Calculation of loss absorbing capacity of deferred taxes	C0130		
		CUISU		

0

0

0

0

0

0

- R0640 LAC DT
- R0650 LAC DT justified by reversion of deferred tax liabilities
- R0660 LAC DT justified by reference to probable future taxable economic profit
- R0670 LAC DT justified by carry back, current year
- R0680 LAC DT justified by carry back, future years
- R0690 Maximum LAC DT

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	C0010		
R0010	MCR _{NL} Result	552		
			Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
		l	C0020	C0030
R0030 R0040 R0050 R0060 R0070 R0080 R0100 R0110 R0120 R0130 R0140 R0150 R0160	Medical expense insurance and proportional reinsurance Income protection insurance and proportional reinsurance Workers' compensation insurance and proportional reinsurance Motor vehicle liability insurance and proportional reinsurance Other motor insurance and proportional reinsurance Marine, aviation and transport insurance and proportional reinsurance Fire and other damage to property insurance and proportional reinsurance General liability insurance and proportional reinsurance Credit and suretyship insurance and proportional reinsurance Legal expenses insurance and proportional reinsurance Miscellaneous financial loss insurance and proportional reinsurance Non-proportional health reinsurance Non-proportional marine, aviation and transport reinsurance Non-proportional property reinsurance		2 0 0 1,798 342 0 80 187 1 0 0 0 6 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	12 2 0 2,334 630 16 244 418 23 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
	Linear formula component for life insurance and reinsurance obligations MCR _L Result	C0040		
			Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
		l	C0050	C0060
R0210 R0220 R0230 R0240 R0250	Obligations with profit participation - guaranteed benefits Obligations with profit participation - future discretionary benefits Index-linked and unit-linked insurance obligations Other life (re)insurance and health (re)insurance obligations Total capital at risk for all life (re)insurance obligations			
	Overall MCR calculation	C0070		
R0310 R0320 R0330	Linear MCR SCR MCR cap MCR floor Combined MCR Absolute floor of the MCR	552 2,777 1,249 694 694 3,700		
R0400	Minimum Capital Requirement	3,700		