

Progressive Insurance Company Limited

Solvency and Financial Condition Report

Disclosures

31 December

2021

(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 2021
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
Assets		
R0030	Intangible assets	66
R0040	Deferred tax assets	23
R0050	Pension benefit surplus	0
R0060	Property, plant & equipment held for own use	1,500
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	3,968
R0080	<i>Property (other than for own use)</i>	2,027
R0090	<i>Holdings in related undertakings, including participations</i>	550
R0100	<i>Equities</i>	3
R0110	<i>Equities - listed</i>	3
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>	1,388
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:	408
R0280	<i>Non-life and health similar to non-life</i>	408
R0290	<i>Non-life excluding health</i>	408
R0300	<i>Health similar to non-life</i>	-1
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	623
R0370	Reinsurance receivables	71
R0380	Receivables (trade, not insurance)	23
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	1,549
R0420	Any other assets, not elsewhere shown	425
R0500	Total assets	8,656

S.02.01.02

Balance sheet

		Solvency II value
Liabilities		C0010
R0510	Technical provisions - non-life	3,300
R0520	<i>Technical provisions - non-life (excluding health)</i>	3,300
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	3,036
R0550	<i>Risk margin</i>	264
R0560	<i>Technical provisions - health (similar to non-life)</i>	0
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	0
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	383
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	188
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	434
R0900	Total liabilities	4,305
R1000	Excess of assets over liabilities	4,352

Premiums, claims and expenses by line of business

Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for: accepted non-proportional reinsurance				Total
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	
C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0200
Premiums written																
Gross - Direct Business	15	20	2,483	713	64	1,539	815	15			111					5,774
Gross - Proportional reinsurance accepted																0
Gross - Non-proportional reinsurance accepted																0
Reinsurers' share	0	19	204	35	47	1,170	425	1			109					2,010
Net	15	1	2,279	678	17	369	391	14			2					3,765
Premiums earned																
Gross - Direct Business	14	19	2,470	709	60	1,673	803	20			110					5,878
Gross - Proportional reinsurance accepted																0
Gross - Non-proportional reinsurance accepted																0
Reinsurers' share	0	18	215	38	43	1,309	390	1			108					2,122
Net	14	1	2,255	671	16	365	413	19			2					3,756
Claims incurred																
Gross - Direct Business	0	1	1,360	464	6	221	107	-9			0					2,150
Gross - Proportional reinsurance accepted																0
Gross - Non-proportional reinsurance accepted																0
Reinsurers' share	0	1	4	0	5	112	41	-8			0					156
Net	0	0	1,356	464	1	109	66	-1			0					1,994
Changes in other technical provisions																
Gross - Direct Business																0
Gross - Proportional reinsurance accepted																0
Gross - Non-proportional reinsurance accepted																0
Reinsurers' share																0
Net	0	0	0	0	0	0	0	0			0					0
Expenses incurred																
	4	5	895	265	13	436	231	3			35					1,886
Other expenses																385
Total expenses																2,272

S.05.02.01

Premiums, claims and expenses by country

Non-life

R0010

	C0010	C0020	C0030	C0040	C0050	C0060	C0070
	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations			Top 5 countries (by amount of gross premiums written) - non-life obligations		Total Top 5 and home country
	C0080	C0090	C0100	C0110	C0120	C0130	C0140

Premiums written

R0110	Gross - Direct Business	5,774					5,774
R0120	Gross - Proportional reinsurance accepted						0
R0130	Gross - Non-proportional reinsurance accepted						0
R0140	Reinsurers' share	2,010					2,010
R0200	Net	3,765					3,765

Premiums earned

R0210	Gross - Direct Business	5,878					5,878
R0220	Gross - Proportional reinsurance accepted						0
R0230	Gross - Non-proportional reinsurance accepted						0
R0240	Reinsurers' share	2,122					2,122
R0300	Net	3,756					3,756

Claims incurred

R0310	Gross - Direct Business	2,150					2,150
R0320	Gross - Proportional reinsurance accepted						0
R0330	Gross - Non-proportional reinsurance accepted						0
R0340	Reinsurers' share	156					156
R0400	Net	1,994					1,994

Changes in other technical provisions

R0410	Gross - Direct Business	0					0
R0420	Gross - Proportional reinsurance accepted						0
R0430	Gross - Non-proportional reinsurance accepted						0
R0440	Reinsurers' share	0					0
R0500	Net	0					0

R0550	Expenses incurred	1,886					1,886
R1200	Other expenses						385
R1300	Total expenses						2,270

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	C0180						
R0010	Technical provisions calculated as a whole																					
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																						
R0050																	0					
Technical provisions calculated as a sum of BE and RM																						
Best estimate																						
Premium provisions																						
R0060	Gross			430	220	-11	-45	4	2			8					607					
R0140	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	-1	3	0	-6	-86	26	0			5					-60					
R0150	Net Best Estimate of Premium Provisions	0	0	427	220	-5	41	-22	2			2					666					
Claims provisions																						
R0160	Gross	0	0	1,728	139	3	139	419	1			0					2,429					
R0240	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	0	123	0	2	116	225	1			0					467					
R0250	Net Best Estimate of Claims Provisions	0	0	1,605	139	1	23	194	0			0					1,962					
R0260	Total best estimate - gross	1	-1	2,158	359	-8	94	423	3			8					3,035					
R0270	Total best estimate - net	1	0	2,032	359	-5	64	172	3			2					2,628					
R0280	Risk margin	1	0	179	38	1	18	28	1			0					265					
Amount of the transitional on Technical Provisions																						
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	Technical provisions - total	1	-1	2,337	396	-7	112	451	4			8					3,300					
R0330	Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total	0	-1	126	0	-3	30	250	1			5					408					
R0340	Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total	1	0	2,211	396	-4	82	201	3			3					2,893					

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year

Accident 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										95	95	95
R0160	2012	982	540	109	24	86	50	60	15	8	53	53	1,927
R0170	2013	818	452	119	52	72	67	12	29	26		26	1,648
R0180	2014	798	399	86	6	14	0	7	-2			-2	1,309
R0190	2015	882	314	70	22	7	0	2				2	1,296
R0200	2016	1,010	387	63	102	34	3					3	1,599
R0210	2017	1,098	428	103	55	36						36	1,721
R0220	2018	1,029	760	117	22							22	1,929
R0230	2019	1,033	721	213								213	1,966
R0240	2020	915	647									647	1,562
R0250	2021	895										895	895
R0260												Total	15,948

Gross Undiscounted Best Estimate Claims Provisions

(absolute amount)

												C0360	
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	Year end (discounted data)	
	Development year												
	0	1	2	3	4	5	6	7	8	9	10 & +		
R0100	Prior											217	329
R0160	2012	0	0	0	0	0	87	79	120	166	160	160	
R0170	2013	0	0	0	0	170	189	74	100	96		96	
R0180	2014	0	0	0	23	6	13	8	8			8	
R0190	2015	0	0	60	8	-2	18	12				12	
R0200	2016	0	238	161	217	351	327					329	
R0210	2017	959	323	298	317	414						416	
R0220	2018	1,120	351	236	175							176	
R0230	2019	987	222	96								96	
R0240	2020	374	110									110	
R0250	2021	691										695	
R0260											Total	2,429	

5.23.01.01

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

SCR

MCR

Ratio of Eligible own funds to SCR

Ratio of Eligible own funds to MCR

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
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 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
2,642	2,642			
0		0	0	0
0				0
0	0	0	0	0
0				

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

4,352	4,352	0	0	0
4,352	4,352	0	0	
4,352	4,352	0	0	0
4,352	4,352	0	0	

2,587
3,700
168.23%
117.61%

C0060
4,352
0
1,710
2,642

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	1,121	
R0020	Counterparty default risk	807	
R0030	Life underwriting risk	0	
R0040	Health underwriting risk	131	
R0050	Non-life underwriting risk	1,192	
R0060	Diversification	-894	
R0070	Intangible asset risk	53	
R0100	Basic Solvency Capital Requirement	2,410	
Calculation of Solvency Capital Requirement			
R0130	Operational risk	176	
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	Solvency Capital Requirement excluding capital add-on	2,587	
R0210	Capital add-ons already set	0	
R0220	Solvency capital requirement	2,587	
Other information on SCR			
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	
Approach to tax rate			
R0590	Approach based on average tax rate	Yes	
Calculation of loss absorbing capacity of deferred taxes			
LAC DT			
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

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_{NL} Result

C0010

573

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

1	15
0	1
0	0
2,032	2,279
359	678
0	17
64	369
172	391
3	14
0	0
0	0
2	2
0	0
0	0
0	0
0	0

Linear formula component for life insurance and reinsurance obligations

R0200 MCR_L Result

C0040

0

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

C0070

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

573
2,587
1,164
647
647
3,700
3,700