



Brussels, **XXX**
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ANNEXES 1 to 3

ANNEXES

to

Commission Delegated Regulation (EU) .../...

**amending Commission Delegated Regulation (EU) 2015/35 concerning the calculation of
regulatory capital requirements for several categories of assets held by insurance and
reinsurance undertakings**

ANNEX I

Annex XVII to Commission Delegated Regulation (EU) 2015/35 is amended as follows:

(1) Part B is amended as follows:

(a) Point (2)(c) shall be replaced by the following:

'(c) where the premium risk method is applied to replace the standard parameters referred to in Article 218(1)(a)(ii) and (c)(ii), the aggregated losses and earned premiums are not adjusted for recoverable from reinsurance contracts and special purpose vehicles or reinsurance premiums;'

(b) In point (2)(d) the first sentence shall be replaced by the following:

'where the premium risk method is applied to replace the standard parameters referred to in Article 218(1)(a)(i) and (c)(i):';

(2) In point (5) of part D, the first sentence and first formula shall be replaced by the following:

'The mean squared error of prediction shall be equal to the following:

$$MSEP = \sum_{i=1}^I \hat{C}_{(i,J)}^2 \cdot \left(\frac{\hat{Q}_{I-i}}{C_{(i,I-i)}} + \frac{\hat{Q}_{I-i}}{S_{I-i}} + \sum_{j=I-i+1}^{J-1} \frac{C_{(I-j,j)}}{S'_j} \cdot \frac{\hat{Q}_j}{S_j} \right) + 2 \cdot \sum_{i=1}^I \sum_{k=i+1}^I \hat{C}_{(i,J)} \cdot \hat{C}_{(k,J)} \cdot \left(\frac{\hat{Q}_{I-i}}{S_{I-i}} + \sum_{j=I-i+1}^{J-1} \frac{C_{(I-j,j)}}{S'_j} \cdot \frac{\hat{Q}_j}{S_j} \right)$$

;

(3) Point (3)(f) of part F shall be replaced by the following:

'(f) where the recognisable excess of loss reinsurance contract referred to in Article 218(2) provides compensation only up to a specified limit, b2 denotes the amount of that limit.'

ANNEX II

Annex XVIII to Commission Delegated Regulation (EU) 2015/35 is amended as follows:

- (1) In point (2)(b) of part C, the first sentence shall be replaced by the following:
'they include each of the following sub-modules of the standard formula excluding those within the scope of the partial internal model:';
- (2) Point (2)(c) of part C shall be replaced by the following:
'(c) they include the counterparty default risk module of the standard formula unless it is within the scope of the partial internal model.'

ANNEX III

Annex XXI to Commission Delegated Regulation (EU) 2015/35 is amended as follows:

(1) The last sentence of part A shall be replaced by the following:

'The information set out in paragraphs 1 to 32 shall be provided in relation to the end of the last calendar year. In relation to paragraphs 12 to 21, 23, 24 and 29 to 31 the information shall relate to the financial year ends of insurance and reinsurance undertakings and insurance groups which ended in the last calendar year.';

(2) The last sentence of part B shall be replaced by the following:

'The information set out in paragraphs 2 to 18 shall be provided in relation to the last calendar year.'.