

NST.07– Non- Life Premiums, claims and expenses - detailed split by Class and Distribution Channel

General comments:

NST.07 is a subset of QRT S.05.01.

NST.07 is reported on a half-yearly basis.

This template shall be reported from an accounting perspective, i.e. Local GAAP valuation or IFRS if accepted as local GAAP but using SII lines of business, and other lines of business such as Motor and Liability split as per the Template. Undertakings shall use the recognition and valuation basis as for the published financial statements, no new recognition or re-valuation is required. The template is based on a year-to-date basis. Where certain line items are not calculated under the accounting perspective (e.g. Earned Premium under IFRS) this information should still be available as per QRT S.05.

Line of Business for non-life obligations: The lines of business, referred to in article 80 of the Directive 2009/138/EC, as defined in the Annex I of the Delegated Regulation (EU) 2015/35 referred to direct business/accepted proportional reinsurance and accepted non-proportional reinsurance.

Health direct insurance business pursued on a non-similar technical basis to life insurance shall be segmented into Non-Life LoB 1 to 3.

In relation to the additional lines of business information for NST.07: "Motor Vehicle Liability insurance" line of business, which refers to the liability to third parties only, is split Private Motor Bodily Injury, Private Motor Property Damage, Commercial Motor Bodily Injury, Commercial Motor Property Damage (Commercial Motor to include Motor Fleet and all other Motor excluding Private Motor).

"Other Motor insurance" line of business, which refers to motor own damage only (both private and commercial), is split into Private Motor Own Damage and Commercial Motor Own Damage.

"Fire and other damage to property insurance" line of business is split into Home insurance (to include insurance cover provided to homeowners and tenants on residential property) and Other property insurance (to include all other property business not included under home insurance).

"General Liability insurance" line of business is split into Employers Liability insurance and Public Liability insurance. Public Liability includes Professional Indemnity and Products Liability.

Distribution channels: "Direct" includes all non-intermediated business except where intermediary is a 100% owned subsidiary of the undertaking. "All intermediated including Broker" - all business not included in "Direct".

For quarterly reporting: administrative expenses, investment management expenses, acquisition expenses, overhead expenses should be presented aggregated.

The first column of the next table identifies the items to be reported by identifying the columns and lines as showed in the NST.07 template.

	ITEM	INSTRUCTIONS
C0020 to C0350/R0110	Premiums written – Gross - Direct Business (i.e. excluding reinsurance accepted)	Definition of premiums written provided in application of directive 91/674/EEC where applicable. Gross premiums written shall comprise all amounts due during the reporting period in respect of insurance contracts, arising from direct business, regardless of the fact that such amounts may relate in whole or in part to a later reporting period.
C0020 to C0350/R0120	Premiums written – Gross - Proportional reinsurance accepted	Definition of premiums written provided in application of directive 91/674/EEC where applicable. Gross premiums written shall comprise all amounts due during the reporting period in respect of insurance contracts, arising from proportional reinsurance accepted business, regardless of the fact that such amounts may relate in whole or in part to a later reporting period.
C0360 to C0390/R0130	Premiums written – Gross - Non proportional reinsurance accepted	Definition of premiums written provided in application of directive 91/674/EEC where applicable. Gross premiums written shall comprise all amounts due during the reporting period in respect of insurance contracts, arising from non-proportional reinsurance accepted business, regardless of the fact that such amounts may relate in whole or in part to a later reporting period.
C0020 to C0390/R0140	Premiums written – Reinsurers' share	Definition of premiums written provided in application of directive 91/674/EEC where applicable. Gross premiums written shall comprise all amounts ceded to reinsurers due during the reporting period in respect of insurance contracts regardless of the fact that such amounts may relate in whole or in part to a later reporting period.
C0020 to C0390/R0200	Premiums written – net	Definition of premiums written provided in application of directive 91/674/EEC where applicable. The net premiums written represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. For all columns C0010 to C0390 R0200= R0110+R0120+R0130-R0140

C0020 to C0350/R0210	Premiums earned – Gross – Direct business	Definition of earned premiums provided in directive 91/674/EEC where applicable. It is the sum of the gross premiums written minus the change in the gross provision for unearned premium related to direct insurance business.
C0020 to C0350/R0220	Premiums earned – Gross – Proportional reinsurance accepted	Definition of earned premiums provided in directive 91/674/EEC where applicable. It is the sum of the gross premiums written minus the change in the gross provision for unearned premium related to proportional reinsurance accepted business.
C0360 to C0390/R0230	Premiums earned – Gross – Non proportional reinsurance accepted	Definition of earned premiums provided in directive 91/674/EEC where applicable. It is the sum of the gross premiums written minus the change in the gross provision for unearned premium related to non-proportional reinsurance accepted business.
C0020 to C0390/R0240	Premiums earned – reinsurers' share	Definition of earned premiums provided in directive 91/674/EEC where applicable. It is the sum of the reinsurer's share in gross premiums written minus the change in the reinsurer's share in provision for unearned premium.
C0020 to C0390/R0300	Premiums earned - Net	Definition of earned premiums provided in directive 91/674/EEC where applicable. It is the sum of gross premiums written minus the change in the gross provision for unearned premiums related to the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. For all columns C0010 to C0390 $R0300 = R0210 + R0220 + R0230 - R0240$
C0020 to C0350/R0310	Claims incurred Gross – Direct business	Claims incurred in the reporting period as defined in directive 91/674/EEC where applicable. The claims incurred means the sum of the claims paid and the change in the provision for claims during the reporting period related to insurance contracts arising from direct business. This shall exclude claims management expenses and the movement in provisions in claims management expenses.
C0020 to C0350/R0320	Claims incurred Gross – Proportional reinsurance accepted	Claims incurred in the reporting period as defined in directive 91/674/EEC where applicable. The claims incurred means the sum of the claims paid and the change in the provision for claims during the reporting period related to insurance contracts arising from the gross proportional reinsurance accepted. This shall exclude claims management expenses and the movement in provisions in claims management expenses.
C0360 to C0390/R0330	Claims incurred – Gross – Non proportional reinsurance accepted	Claims incurred in the reporting period as defined in directive 91/674/EEC where applicable. The claims incurred means the sum of the claims paid and the change in the provision for claims during the reporting period related to insurance contracts arising from the gross non proportional reinsurance accepted. This shall exclude claims management expenses and the movement in provisions in claims management expenses.

C0020 to C0390/R0340	Claims incurred - Reinsurers' share	<p>Claims incurred in the reporting period as defined in directive 91/674/EEC where applicable.</p> <p>The claims incurred means the sum of the claims paid and the change in the provision for claims during the reporting period related to insurance contracts arising from the reinsurers' share.</p> <p>This shall exclude claims management expenses and the movement in provisions in claims management expenses.</p>
C0020 to C0390/R0400	Claims incurred – Net	<p>Claims incurred in the reporting period as defined in directive 91/674/EEC where applicable.</p> <p>The claims incurred means the sum of the claims paid and the change in the provision for claims during the reporting period related to the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings.</p> <p>This shall exclude claims management expenses and the movement in provisions in claims management expenses.</p> <p>For all columns C0010 to C0390 $R0400 = R0310 + R0320 + R0330 - R0340$</p>
C0020 to C0390/R0410	Expenses incurred	<p>All technical expenses incurred by the undertaking during the reporting period, on accrual basis.</p> <p>For all columns C0020 to C0390 $R0410 = R0600 + R0700 + R0800 + R0900 + R1000$</p>
C0020 to C0350/R0510	Administrative expenses – Gross direct business	<p>Administrative expenses incurred by the undertaking during the reporting period, on accrual basis are expenses which are connected with policy administration including expenses in respect of reinsurance contracts and special purpose vehicles. Some administrative expenses relate directly to activity regarding a specific insurance contract (e.g. maintenance cost) such as cost of premium billing, cost of sending regular information to policyholders and cost of handling policy changes (e.g. conversions and reinstatements). Other administrative expenses relate directly to insurance activity but are a result of activities that cover more than one policy such as salaries of staff responsible for policy administration.</p> <p>The amount relates to the gross direct business.</p>
C0020 to C0350/R0520	Administrative expenses – Gross Proportional reinsurance accepted	<p>Administrative expenses incurred by the undertaking during the reporting period, on accrual basis are expenses which are connected with policy administration including expenses in respect of reinsurance contracts and special purpose vehicles. Some administrative expenses relate directly to activity regarding a specific insurance contract (e.g. maintenance cost) such as cost of premium billing, cost of sending regular information to policyholders and cost of handling policy changes (e.g. conversions and reinstatements). Other administrative expenses relate directly to insurance activity but are a result of activities that cover more than one policy such as salaries of staff responsible for policy administration.</p> <p>The amount relates to the gross proportional reinsurance accepted.</p>
C0360 to C0390/R0530	Administrative expenses – gross non proportional reinsurance accepted	<p>Administrative expenses incurred by the undertaking during the reporting period, on accrual basis are expenses which are connected with policy administration including expenses in respect of reinsurance contracts and special purpose vehicles. Some administrative expenses relate directly to activity regarding a specific insurance contract (e.g. maintenance cost) such as cost of premium billing, cost of sending regular information to policyholders and cost of handling policy changes (e.g. conversions and reinstatements). Other administrative expenses relate directly to insurance activity but are a result of activities that cover more than one policy such as salaries of staff responsible for policy administration.</p> <p>The amount relates to the gross non proportional reinsurance accepted.</p>

C0020 to C0390/R0540	Administrative expenses – reinsurers' share	Administrative expenses incurred by the undertaking during the reporting period, on accrual basis are expenses which are connected with policy administration including expenses in respect of reinsurance contracts and special purpose vehicles. Some administrative expenses relate directly to activity regarding a specific insurance contract (e.g. maintenance cost) such as cost of premium billing, cost of sending regular information to policyholders and cost of handling policy changes (e.g. conversions and reinstatements). Other administrative expenses relate directly to insurance activity but are a result of activities that cover more than one policy such as salaries of staff responsible for policy administration. The amount relates to the reinsurer's share. Reinsurer's share shall by default be allocated by type of expenses, if not possible shall be reported as acquisition expenses.
C0020 to C0390/R0600	Administrative expenses - Net	Administrative expenses incurred by the undertaking during the reporting period, on accrual basis are expenses which are connected with policy administration including expenses in respect of reinsurance contracts and special purpose vehicles. Some administrative expenses relate directly to activity regarding a specific insurance contract (e.g. maintenance cost) such as cost of premium billing, cost of sending regular information to policyholders and cost of handling policy changes (e.g. conversions and reinstatements). Other administrative expenses relate directly to insurance activity but are a result of activities that cover more than one policy such as salaries of staff responsible for policy administration. The net administrative expenses represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. For all columns C0020 to C0390 $R0600 = R0510 + R0520 + R0530 - R0540$
C0020 to C0350/R0610	Investment management expenses – Gross direct business	Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services. The amount relates to the gross direct business.
C0020 to C0350/R0620	Investment management expenses - gross proportional reinsurance accepted	Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services. The amount relates to the gross proportional reinsurance accepted.
C0360 to C0390/R0630	Investment management expenses - gross non proportional reinsurance accepted	Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services. The amount relates to the gross non proportional reinsurance accepted.
C0020 to C0390/R0640	Investment management expenses - reinsurers' share	Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services. The amount relates to the reinsurers' share. Reinsurer's share shall by default be allocated by type of expenses, if not possible shall be reported as acquisition expenses.

C0020 to C0390/R0700	Investment management expenses - Net	<p>Investment management expenses are usually not allocated on a policy by policy basis but at the level of a portfolio of insurance contracts. Investment management expenses could include expenses of recordkeeping of the investments' portfolio, salaries of staff responsible for investment, remunerations of external advisers, expenses connected with investment trading activity (i.e. buying and selling of the portfolio securities) and in some cases also remuneration for custodial services.</p> <p>The amount relates to the net investment management expenses.</p> <p>The net investment management expenses represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings.</p> <p>For all columns C0010 to C0380 $R0700 = R0610 + R0620 + R0630 - R0640$</p>
C0020 to C0350/R0710	Claims management expenses – Gross direct business	<p>Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claim (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).</p> <p>The amount relates to the gross direct business.</p> <p>This shall include the movement in provisions in claims management expenses.</p>
C0020 to C0350/R0720	Claims management expenses - Gross - Proportional reinsurance accepted	<p>Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claim (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).</p> <p>The amount relates to the gross proportional reinsurance accepted.</p> <p>This shall include the movement in provisions in claims management expenses.</p>
C0360 to C0390/R0730	Claims management expenses - Gross - Non-proportional reinsurance accepted	<p>Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claim (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).</p> <p>The amount relates to the gross non proportional reinsurance accepted.</p> <p>This shall include the movement in provisions in claims management expenses.</p>
C0020 to C0390/R0740	Claims management expenses – Reinsurers' share	<p>Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claim (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).</p> <p>The amount relates to the reinsurers' share.</p> <p>This shall include the movement in provisions in claims management expenses.</p> <p>Reinsurer's share shall by default be allocated by type of expenses, if not possible shall be reported as acquisition expenses.</p>

C0020 to C0390/R0800	Claims management expenses - Net	<p>Claims management expenses are expenses that will be incurred in processing and resolving claims, including legal and adjuster's fees and internal costs of processing claims payments. Some of these expenses could be assignable to individual claim (e.g. legal and adjuster's fees), others are a result of activities that cover more than one claim (e.g. salaries of staff of claims handling department).</p> <p>The net claims management expenses represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. This shall include the movement in provisions in claims management expenses.</p> <p>For all columns C0020 to C0390 $R0800 = R0710 + R0720 + R0730 - R0740$</p>
C0020 to C0350/R0810	Acquisition expenses - Gross direct business	<p>Acquisition expenses include expenses, including renewal expenses, which can be identified at the level of individual insurance contract and have been incurred because the undertaking has issued that particular contract. These are commission costs, costs of selling, underwriting and initiating an insurance contract that has been issued. It includes movements in deferred acquisition costs. For reinsurance undertaking definition should be applied mutatis mutandis.</p> <p>The amount relates to the gross direct business.</p>
C0020 to C0350/R0820	Acquisition expenses - Gross - Proportional reinsurance accepted	<p>Acquisition expenses include expenses, including renewal expenses, which can be identified at the level of individual insurance contract and have been incurred because the undertaking has issued that particular contract. These are commission costs, costs of selling, underwriting and initiating an insurance contract that has been issued. It includes movements in deferred acquisition costs. For reinsurance undertaking definition should be applied mutatis mutandis.</p> <p>The amount relates to the gross proportional reinsurance accepted.</p>
C0360 to C0390/R0830	Acquisition expenses - Gross – Non proportional reinsurance accepted	<p>Acquisition expenses include expenses, including renewal expenses, which can be identified at the level of individual insurance contract and have been incurred because the undertaking has issued that particular contract. These are commission costs, costs of selling, underwriting and initiating an insurance contract that has been issued. It includes movements in deferred acquisition costs. For reinsurance undertaking definition should be applied mutatis mutandis.</p> <p>The amount relates to the non-proportional reinsurance accepted.</p>
C0020 to C0390/R0840	Acquisition expenses – Reinsurers' share	<p>Acquisition expenses include expenses, including renewal expenses, which can be identified at the level of individual insurance contract and have been incurred because the undertaking has issued that particular contract. These are commission costs, costs of selling, underwriting and initiating an insurance contract that has been issued. It includes movements in deferred acquisition costs. For reinsurance undertaking definition should be applied mutatis mutandis.</p> <p>The amount relates to the reinsurers' share.</p> <p>Reinsurer's share shall by default be allocated by type of expenses, if not possible shall be reported as acquisition expenses.</p>

C0020 to C0390/R900	Acquisition expenses – Net	Acquisition expenses include expenses, including renewal expenses, which can be identified at the level of individual insurance contract and have been incurred because the undertaking has issued that particular contract. These are commission costs, costs of selling, underwriting and initiating an insurance contract that has been issued. It includes movements in deferred acquisition costs. For reinsurance undertaking definition should be applied mutatis mutandis. The net claims management expenses represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. For all columns C0020 to C0390 $R900 = R0810 + R0820 + R0830 - R0840$
C0020 to C0350/R910	Overhead expenses - Gross direct business	Overhead expenses include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs. These overhead expenses also include expenses related to the development of new insurance and reinsurance business, advertising insurance products, improvement of the internal processes such as investment in system required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). The amount relates to the gross direct business.
C0020 to C0350/R920	Overhead expenses - Gross - Proportional reinsurance accepted	Overhead expenses include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs. These overhead expenses also include expenses related to the development of new insurance and reinsurance business, advertising insurance products, improvement of the internal processes such as investment in system required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). The amount relates to the gross proportional reinsurance accepted.
C0360 to C0390/R930	Overhead expenses - Gross – Non proportional reinsurance accepted	Overhead expenses include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs. These overhead expenses also include expenses related to the development of new insurance and reinsurance business, advertising insurance products, improvement of the internal processes such as investment in system required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). The amount relates to the gross – non proportional reinsurance accepted.
C0020 to C0390/R940	Overhead expenses - Reinsurers' share	Overhead expenses include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs. These overhead expenses also include expenses related to the development of new insurance and reinsurance business, advertising insurance products, improvement of the internal processes such as investment in system required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). The amount relates to the reinsurers' share. Reinsurer's share shall by default be allocated by type of expenses, if not possible shall be reported as acquisition expenses.
C0020 to C0390/R1000	Overhead expenses - Net	Overhead expenses include salaries to general managers, auditing costs and regular day-to-day costs i.e. electricity bill, rent for accommodations, IT costs. These overhead expenses also include expenses related to the development of new insurance and reinsurance business, advertising insurance products, improvement of the internal processes such as investment in system required to support insurance and reinsurance business (e.g. buying new IT system and developing new software). The net overhead expenses represent the sum of the direct business and the accepted insurance business reduced by the amount ceded to reinsurance undertakings. For all columns C0020 to C0390 $R1000 = R910 + R920 + R930 - R940$

C0390/R1100	Other expenses	Other technical expenses not covered by above mentioned expenses and not split by LoBs. Should not include non-technical expenses such as tax, interest expenses, losses on disposal, etc.
C0390/R1200	Total expenses	Formula: $C0400/ R1200 = C0400/ R1100 + C0400/ R0410$ Amount of all expenses