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Your Ref:

15 November 2013

The Directors
[Company]
[Address]

**Financial Services
Commission**

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Dear Sirs

{The Company}

EIOPA Guidelines on Forward Looking Assessment of Own Risks

As you may be aware, on 31 October 2013 The European Insurance and Occupational Pension Authority ("EIOPA") issued Guidelines on Forward Looking Assessment of Own Risks (based on the ORSA principles) ("the EIOPA Guidelines"). The EIOPA Guidelines require the FSC to ensure that each insurer which will fall under the Solvency II Directive establishes a process now to develop a forward looking assessment of its own risks as well as compile qualitative information supporting the forward looking assessment of own risks that will allow the FSC to review and evaluate the quality of the process.

The EIOPA Guidelines also require the FSC to ensure that firms meeting certain threshold conditions, based on the market share at the 2012 year end, perform an assessment of whether they would comply, on a continuous basis, with the Solvency II regulatory capital requirements and the requirements on the Solvency II technical provisions, starting in 2015. The FSC has determined that the Company {falls/does not fall} within the threshold set out in the EIOPA Guidelines and consequently considers that it is {required/not required} to carry out these assessments.

We understand that there is still an element of uncertainty as to how supervisors and firms will meet their obligations under these and other Solvency II Preparatory Guidelines, and we therefore propose to hold an industry meeting in the first quarter of next year to consider such matters. It would be helpful if you could indicate any questions that you believe could be usefully covered in such a briefing. You may be aware that EIOPA has launched a Q&A tool, which can be found on the Guidelines section of its website. You can also pass on any questions you may have to your usual supervisory contact within the FSC.

I would be grateful if you would confirm your Company's intention to actively prepare and begin the implementation of the forward looking assessment of the company's own risks, that the Company intends to develop processes with appropriate and adequate techniques, tailored to fit your organisational structure and risk management system and that take into consideration the nature, scale and complexity of the risks inherent to the company's business and that your Company will perform such an assessment starting from 2014. Please ensure that your confirmation reaches the FSC no later than 6 December 2013. The FSC reserves the right to request a detailed report on how you intend to comply with the EIOPA Guidelines during the course of 2014.

Yours faithfully



Michael B Oliver
Head of Insurance Supervision