

The Ancient Order of Foresters Friendly Society Limited

Solvency and Financial Condition Report

Disclosures

31 December

2017

(Monetary amounts in GBP thousands)

General information

Undertaking name	The Ancient Order of Foresters Friendly Society Limited
Undertaking identification code	2138009NEAMYWZUSGL81
Type of code of undertaking	LEI
Type of undertaking	Undertakings pursuing both life and non-life insurance activity - article 73 (2)
Country of authorisation	GB
Language of reporting	en
Reporting reference date	31 December 2017
Currency used for reporting	GBP
Accounting standards	Local GAAP
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.05.02.01 - Premiums, claims and expenses by country
- S.12.01.02 - Life and Health SLT Technical Provisions
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- S.25.01.21 - Solvency Capital Requirement - for undertakings on Standard Formula
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S.02.01.02

Balance sheet

		Solvency II value
		C0010
Assets		
R0030	Intangible assets	
R0040	Deferred tax assets	
R0050	Pension benefit surplus	318
R0060	Property, plant & equipment held for own use	133
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	213,553
R0080	<i>Property (other than for own use)</i>	71,294
R0090	<i>Holdings in related undertakings, including participations</i>	10
R0100	<i>Equities</i>	39,849
R0110	<i>Equities - listed</i>	39,849
R0120	<i>Equities - unlisted</i>	0
R0130	<i>Bonds</i>	90,715
R0140	<i>Government Bonds</i>	43,110
R0150	<i>Corporate Bonds</i>	47,605
R0160	<i>Structured notes</i>	0
R0170	<i>Collateralised securities</i>	0
R0180	<i>Collective Investments Undertakings</i>	11,155
R0190	<i>Derivatives</i>	
R0200	<i>Deposits other than cash equivalents</i>	530
R0210	<i>Other investments</i>	0
R0220	Assets held for index-linked and unit-linked contracts	38,118
R0230	Loans and mortgages	200
R0240	<i>Loans on policies</i>	61
R0250	<i>Loans and mortgages to individuals</i>	88
R0260	<i>Other loans and mortgages</i>	51
R0270	Reinsurance recoverables from:	25
R0280	<i>Non-life and health similar to non-life</i>	0
R0290	<i>Non-life excluding health</i>	0
R0300	<i>Health similar to non-life</i>	0
R0310	<i>Life and health similar to life, excluding index-linked and unit-linked</i>	25
R0320	<i>Health similar to life</i>	0
R0330	<i>Life excluding health and index-linked and unit-linked</i>	25
R0340	<i>Life index-linked and unit-linked</i>	0
R0350	Deposits to cedants	0
R0360	Insurance and intermediaries receivables	1,514
R0370	Reinsurance receivables	
R0380	Receivables (trade, not insurance)	1,314
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	24,234
R0420	Any other assets, not elsewhere shown	0
R0500	Total assets	279,409

S.02.01.02

Balance sheet

		Solvency II value
		C0010
	Liabilities	
R0510	Technical provisions - non-life	285
R0520	<i>Technical provisions - non-life (excluding health)</i>	0
R0530	<i>TP calculated as a whole</i>	0
R0540	<i>Best Estimate</i>	0
R0550	<i>Risk margin</i>	0
R0560	<i>Technical provisions - health (similar to non-life)</i>	285
R0570	<i>TP calculated as a whole</i>	0
R0580	<i>Best Estimate</i>	257
R0590	<i>Risk margin</i>	28
R0600	Technical provisions - life (excluding index-linked and unit-linked)	115,721
R0610	<i>Technical provisions - health (similar to life)</i>	3,602
R0620	<i>TP calculated as a whole</i>	0
R0630	<i>Best Estimate</i>	2,730
R0640	<i>Risk margin</i>	873
R0650	<i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	112,118
R0660	<i>TP calculated as a whole</i>	0
R0670	<i>Best Estimate</i>	110,309
R0680	<i>Risk margin</i>	1,809
R0690	Technical provisions - index-linked and unit-linked	35,738
R0700	<i>TP calculated as a whole</i>	0
R0710	<i>Best Estimate</i>	35,557
R0720	<i>Risk margin</i>	181
R0740	Contingent liabilities	
R0750	Provisions other than technical provisions	2,128
R0760	Pension benefit obligations	
R0770	Deposits from reinsurers	
R0780	Deferred tax liabilities	
R0790	Derivatives	
R0800	Debts owed to credit institutions	
R0810	Financial liabilities other than debts owed to credit institutions	
R0820	Insurance & intermediaries payables	
R0830	Reinsurance payables	
R0840	Payables (trade, not insurance)	2,191
R0850	Subordinated liabilities	0
R0860	<i>Subordinated liabilities not in BOF</i>	
R0870	<i>Subordinated liabilities in BOF</i>	0
R0880	Any other liabilities, not elsewhere shown	0
R0900	Total liabilities	156,064
R1000	Excess of assets over liabilities	123,345

S.05.02.01

Premiums, claims and expenses by country

Non-life

	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
R0010	GG						
	C0080	C0090	C0100	C0110	C0120	C0130	C0140
Premiums written							
R0110	Gross - Direct Business	2,371					2,371
R0120	Gross - Proportional reinsurance accepted						0
R0130	Gross - Non-proportional reinsurance accepted						0
R0140	Reinsurers' share						0
R0200	Net	0	2,371	0	0	0	2,371
Premiums earned							
R0210	Gross - Direct Business	2,371					2,371
R0220	Gross - Proportional reinsurance accepted						0
R0230	Gross - Non-proportional reinsurance accepted						0
R0240	Reinsurers' share						0
R0300	Net	0	2,371	0	0	0	2,371
Claims incurred							
R0310	Gross - Direct Business	2,006					2,006
R0320	Gross - Proportional reinsurance accepted						0
R0330	Gross - Non-proportional reinsurance accepted						0
R0340	Reinsurers' share						0
R0400	Net	0	2,006	0	0	0	2,006
Changes in other technical provisions							
R0410	Gross - Direct Business						0
R0420	Gross - Proportional reinsurance accepted						0
R0430	Gross - Non-proportional reinsurance accepted						0
R0440	Reinsurers' share						0
R0500	Net	0	0	0	0	0	0
R0550	Expenses incurred		266				266
R1200	Other expenses						
R1300	Total expenses						266

S.12.01.02

Life and Health SLT Technical Provisions

	Index-linked and unit-linked insurance			Other life insurance			Annuities stemming from non-life insurance contracts and relating to insurance obligation other than health insurance obligations	Accepted reinsurance	Total (Life other than health insurance, including Unit-Linked)	Health insurance (direct business)			Annuities stemming from non-life insurance contracts and relating to health insurance obligations	Health reinsurance (reinsurance accepted)	Total (Health similar to life insurance)
	C0020	C0030	C0040	C0050	C0060	C0070				C0080	C0160	C0170			
R0010 Technical provisions calculated as a whole	0	0			0				0	0					0
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															
R0020	0	0			0				0	0					0

Technical provisions calculated as a sum of BE and RM

Best estimate

R0030 Gross Best Estimate	96,360		0	35,557		12,360	1,590			145,866		2,730	0		2,730
R0080 Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0		0	0		25	0			25		0	0		0
R0090 Best estimate minus recoverables from reinsurance/SPV and Finite Re	96,360		0	35,557		12,335	1,590			145,841		2,730	0		2,730
R0100 Risk margin	913	181			897					1,990	873				873
Amount of the transitional on Technical Provisions															
R0110 Technical Provisions calculated as a whole	0	0			0					0	0				0
R0120 Best estimate	0		0	0		0	0			0		0	0		0
R0130 Risk margin	0	0			0					0	0				0
R0200 Technical provisions - total	97,272	35,738			14,846					147,856	3,602				3,602

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting 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											0	0	0
R0160	2008	0	0	0	0	0	0	0	0	0	0	0	0	
R0170	2009	0	0	0	0	0	0	0	0	0	0	0	0	
R0180	2010	0	0	0	0	0	0	0	0	0	0	0	0	
R0190	2011	1,513	260	0	0	0	0	0	0	0	0	0	1,773	
R0200	2012	1,534	250	0	0	0	0	0	0	0	0	0	1,785	
R0210	2013	1,552	270	0	0	0	0	0	0	0	0	0	1,822	
R0220	2014	1,590	290	0	0	0	0	0	0	0	0	0	1,879	
R0230	2015	1,597	286	0	0	0	0	0	0	0	0	0	1,883	
R0240	2016	1,637	308	0	0	0	0	0	0	0	0	308	1,944	
R0250	2017	1,698	0	0	0	0	0	0	0	0	0	1,698	1,698	
R0260												Total	2,006	12,785

Gross Undiscounted Best Estimate Claims Provisions														
(absolute amount)														
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	C0360		
	Development year											Year end (discounted data)		
	0	1	2	3	4	5	6	7	8	9	10 & +			
R0100	Prior												0	
R0160	2008	0	0	0	0	0	0	0	0	0	0	0		
R0170	2009	0	0	0	0	0	0	0	0	0	0	0		
R0180	2010	0	0	0	0	0	0	0	0	0	0	0		
R0190	2011	0	0	0	0	0	0	0	0	0	0	0		
R0200	2012	0	0	0	0	0	0	0	0	0	0	0		
R0210	2013	0	0	0	0	0	0	0	0	0	0	0		
R0220	2014	0	0	0	0	0	0	0	0	0	0	0		
R0230	2015	0	0	0	0	0	0	0	0	0	0	0		
R0240	2016	0	0	0	0	0	0	0	0	0	0	0		
R0250	2017	313	0	0	0	0	0	0	0	0	0	312		
R0260													Total	312

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

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
0	0		0	
0	0		0	
0	0		0	
0		0	0	0
6,761	6,761			
0		0	0	0
0		0	0	0
40,661	40,661			
0		0	0	0
0				0
0	0	0	0	0
698				
0	0	0	0	
46,724	46,724	0	0	0

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

46,724	46,724	0	0	0
46,724	46,724	0	0	
46,724	46,724	0	0	0
46,724	46,724	0	0	

38,525
11,364
121.28%
411.17%

C0060
123,345
0
6,761
75,924
40,661

3,040
0
3,040

