

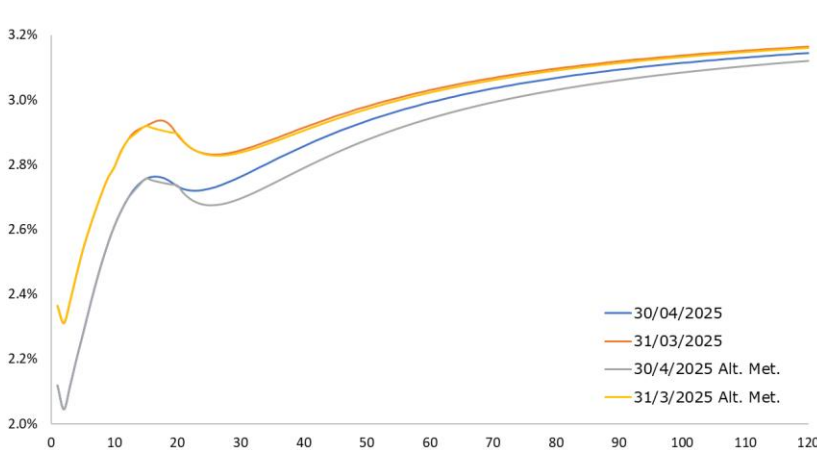
To: Solvency II WG  
 From: Prudential Team  
 Date: 07-05-2025  
 Reference: ECO-SLV-25-158  
 Subject: RFR monthly monitoring - April 2025

## Background

EIOPA publishes technical information related to [risk-free interest rate](#) (RFR) term structures for a wide range of currencies and the [symmetric adjustment](#) of the equity capital charge monthly. The latest technical documentation for the RFR which provides EIOPA's methodology for calculation can be found [here](#).

The secretariat monitors EIOPA's RFR curves published for the euro as well as the symmetric adjustment and provides below summary information for members (Source: EIOPA, Insurance Europe). Additional information on the alternative extrapolation method proposed by the EC as part of the Solvency II review is included for reference only.

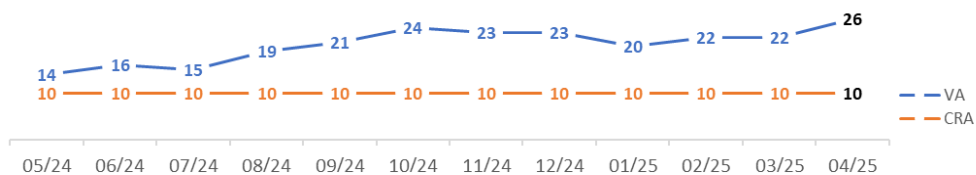
### 1. RFR curves with VA (euro) as at the end of April 2025 vs previous curve



RFR with VA	10yrs	20yrs	60yrs
<b>Apr 2025</b>	2.61%	2.73%	2.99%
<b>Mar 2025</b>	2.79%	2.89%	3.03%
RFR without VA	10yrs	20yrs	60yrs
<b>Apr 2025</b>	2.35%	2.47%	2.88%
<b>Mar 2025</b>	2.57%	2.67%	2.93%
Alternative extrapolation Method*			
RFR with VA	10yrs	20yrs	60yrs
<b>Apr 2025</b>	2.61%	2.73%	2.94%
<b>Mar 2025</b>	2.79%	2.89%	3.02%
RFR without VA	10yrs	20yrs	60yrs
<b>Apr 2025</b>	2.35%	2.47%	2.84%
<b>Mar 2025</b>	2.57%	2.67%	2.94%

\*secretariat calculations based on a convergence parameter of 11% and no changes in the VA calculation

### 2. Change in Volatility Adjustment and Credit Risk Adjustment



### 3. Impact on discounting

The value after discounting a 1,000 euro cashflow at different years in the future is shown below, along with the impact of changes in RFR (with VA) on these valuations:

	10yrs	20yrs	60yrs
Value using current RFR with VA	773	583	170
Value change from previous month	1.8%	3.1%	2.2%

### 4. Symmetric Adjustment of the Equity Capital Charge

