

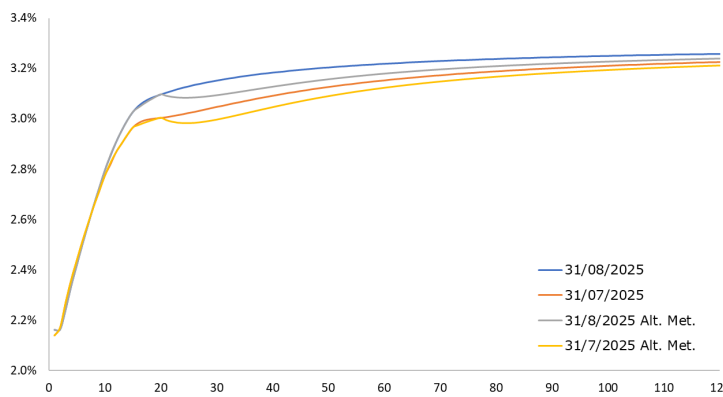
To: Solvency II WG  
 From: Prudential Team  
 Date: 08-09-2025  
 Reference: ECO-SLV-348  
 Subject: RFR monthly monitoring - August 2025

## 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.

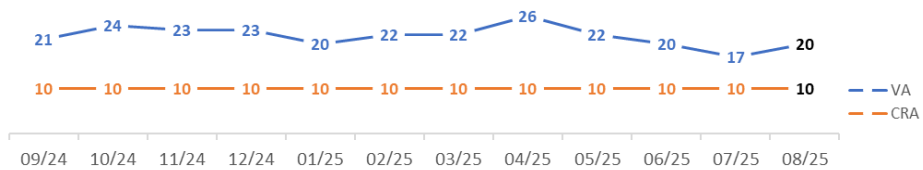
### 1. RFR curves with VA (euro) as at the end of August 2025 vs previous curve



<i>RFR with VA</i>	<b>10yrs</b>	<b>20yrs</b>	<b>60yrs</b>
<b>Aug 2025</b>	2.80%	3.10%	3.22%
<b>Jul 2025</b>	2.77%	3.00%	3.15%
<i>RFR without VA</i>			
<b>Aug 2025</b>	2.60%	2.90%	3.12%
<b>Jul 2025</b>	2.60%	2.83%	3.07%
<b>Alternative extrapolation Method*</b>			
<i>RFR with VA</i>	<b>10yrs</b>	<b>20yrs</b>	<b>60yrs</b>
<b>Aug 2025</b>	2.80%	3.10%	3.18%
<b>Jul 2025</b>	2.77%	3.00%	3.12%
<i>RFR without VA</i>	<b>10yrs</b>	<b>20yrs</b>	<b>60yrs</b>
<b>Aug 2025</b>	2.60%	2.90%	3.10%
<b>Jul 2025</b>	2.60%	2.83%	3.06%

\*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	759	543	149
Value change from previous month	-0.2%	-1.8%	-3.8%

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

