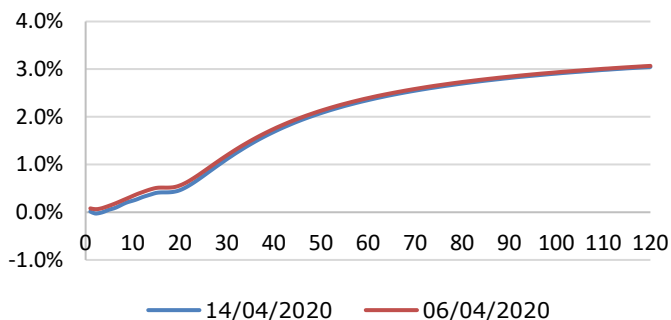


To: Solvency II Working Group
 From: Prudential Team
 Date: 17-04-2020
 Reference: ECO-SLV-20-085
 Subject: RFR weekly monitoring – 14 April 2020

Background

Due to COVID-19 outbreak, EIOPA publishes the RFR curves and symmetric equity adjustment on a weekly basis to support undertakings in the monitoring of their solvency and financial position. 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).

1. RFR curves with VA (euro) as at the 14 April 2020 vs previous curve



<u>RFR with VA</u>	10yrs	20yrs	60yrs
14 Apr 2020	0.24%	0.46%	2.35%
6 Apr 2020	0.34%	0.56%	2.39%
<u>RFR without VA</u>	10yrs	20yrs	60yrs
14 Apr 2020	-0.12%	0.10%	2.20%
6 Apr 2020	-0.12%	0.10%	2.20%

2. Change in Volatility Adjustment and Credit Risk Adjustment

	06 April	14 April
Volatility Adjustment (VA) (bps)	46	36
Credit Risk Adjustment (bps)	10	10

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
Present Value using 14 April 2020 RFR with VA	976	912	248
Present Value change from 06 April 2020	1.0%	2.0%	2.5%

4. Symmetric Adjustment of the Equity Capital Charge

14 April 2020	06 April 2020	31 March 2020	24 March 2020	February 2020	January 2019	December 2019	November 2019
-10.00%	-10.00%	-10.00%	-10.00%	-5.94%	-1.33%	-0.08%	-0.69%