

EIOPA-ECB Joint Workshop on Insurance Reporting

Update on ITS amendments on reporting and disclosure – 2024-2026

24 October 2024

EIOPA-24-847

Legislative process

- The trilogue agreed on the outcome of the Solvency II review. EP adopted in October the fully reviewed Directive amendments.
- Adoption of fully reviewed Directive amendments by Council expected in November.
- Entry into force of amendments to the Solvency II Directive is expected December 2024 or January 2025, entry into application after national transposition December 2026 or January 2027.
- Level 2 discussions on COM expert group will resume soon.
- New ITS amendments on reporting and disclosure application date depends on Directive entry into application.
- ITS amendments on reporting and disclosure – 2024-2026 – work already started. Current planning envisages public consultation in June-August 2025 and final approval of the package in March 2026 BoS. Dependent on Level 2 changes.

SCOPE OF THE REPORTING PACKAGE AMENDMENTS

1. Changes stemming out of Level 1 and Level 2 review

- Level 1 changes – mainly affecting the LTG templates – possible changes under discussion includes:
 - S.01.02 – Basic information;
 - S.22.01 - Impact of long-term guarantees measures and transitionals – proposal for new information and a number of simplifications of descriptions;
 - S.22.06 - Best estimate subject to volatility adjustment by country and currency - Disclose VA and BEL by currency and country as applicable;
 - At group level the proposal is to only amend S.22.01 while no changes are to be introduced to both S.01.02 and S.22.06.
- Level 2 changes – still to be considered

SCOPE OF THE REPORTING PACKAGE AMENDMENTS

2. Corrections on errors/inconsistencies and clarifications of the instructions

- reporting of foreseeable dividends;
- reporting of Undiscounted Best Estimate Claim Triangles in S.19.01;
- S.06.04 - Climate change-related risks to investments - further analyse it and discuss whether changes/clarifications are needed;
- S.04s – cross-border templates – further analysed and discussed to decide whether changes in the template are needed;
- reporting of NACE considering their new version etc.

3. Request of new information – still to be decided – possible areas include:

- Pension data – EIOPA currently collects extensive data on occupational pensions provided by IORPs. However, the information collected on pensions from insurance undertakings through template S.14 is seen as inadequate by pension colleagues, both in terms of content and data quality. EIOPA is currently exploring options, including consolidation of the reporting on pension entitlements to obtain the necessary information while minimizing the reporting burden.

SCOPE OF THE REPORTING PACKAGE AMENDMENTS

3. Request of new information – still to be decided – possible areas include:

Collecting data for natural catastrophes

- Important to collect claims of natural catastrophes as well as exposure data to allow for a proportionate supervisory approach. EIOPA also received a mandate to perform regular reassessment of the Nat Cat Standard formula. For this exposure data are needed to calculate the Standard Formula parameters as well as claims data to see where a recalibration is needed.
- The exposure and claims data are used as input of the [Dashboard on insurance protection gap for natural catastrophes - EIOPA \(europa.eu\)](#).
- The data collected in this template would also be of key importance to plan adaptation measures to mitigate climate related risks.
- EIOPA also plans to publish the data at aggregated level on its website (see pilot [Catastrophe Data Hub - EIOPA \(europa.eu\)](#)) to feed the information back to the insurance sector.

COMMISSION STRATEGY FOR REDUCING THE REPORTING BURDEN BY 25% AND ITS IMPACT ON THE ITS AMENDMENTS

The ITS amendments will also need to reflect on the industry expectations in line with the Commission strategy for reducing the reporting burden by 25%, considering that:

- The last ITS review on reporting and disclosure done in 2022 was an extensive one during which all the templates and their thresholds have been analysed.
- There is already an ongoing work in this area e.g. the work on the common data dictionary and mandate to EIOPA to prepare a report that specifies potential measures, including legislative changes, to develop an integrated data collection.

EIOPA is currently analysing possibilities for reduction of the reporting burden. Insurance Europe has been requested for proposals.

Time for your questions!

THANK YOU

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