

REPUBLIC



OF CYPRUS

**MINISTRY OF FINANCE
INSURANCE COMPANIES CONTROL SERVICE**

**ORDERS OF THE SUPERINTENDENT OF
INSURANCE**

**in relation to the annual audit of the
Solvency and Financial Condition Report**

April 2017

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1 Introduction

The Superintendent of Insurance (the “Superintendent”), in exercising the powers conferred on him under article 74(2) of the Law on Insurance and Reinsurance Business and Other Related Issues of 2016 (“the Law”), decided to issue the following Orders concerning the Auditors’ Report which is submitted together with the Solvency and Financial Condition Report (“SFCR”).

2 Orders

1. Within the context of their annual audit the auditors audit and express an opinion on the following Quantitative Reporting Templates (“QRTs”) contained in Annex I of the Commission Implementing Regulation (EU) No 2015/2452 of 2 December 2015:
 - S.02.01.02 - Balance sheet
 - S.12.01.02 – Life and Health SLT Technical Provisions
 - S.17.01.02 – Non-Life Technical Provisions
 - S.23.01.01 – Own funds
 - S.23.01.22 – Own funds
 - S.25.01.21 - Solvency Capital Requirement - for undertakings on Standard Formula
 - S.25.01.22 - Solvency Capital Requirement - for groups on Standard Formula
 - S.28.01.01 – Minimum Capital Requirement – Only life or only non-life insurance or reinsurance activity
 - S.28.02.01 - Minimum Capital Requirement – Both life and non-life insurance activity
 - S.32.01.22 - Undertakings in the scope of the group

2. The auditors express an opinion whether the information in the above QRTs of the SFCR is prepared, in all material respects, in accordance with the Law, the relevant EU Commission’s Delegated Regulations, the relevant EU Commission’s Implementing Regulations, as well as the relevant Orders of the Superintendent.

3. For the purposes of these Orders the following information which is included in the SFCR is defined as “Other Information”:

Narrative sections of the SFCR:

- Business and performance
- Valuation for solvency purposes
- Capital management
- Group solvency and financial condition report - Business and performance, valuation and capital management sections

QRTs (contained in Annex I of the Commission Implementing Regulation (EU) No 2015/2452 of 2 December 2015):

- S.05.01.02 - Premiums, claims and expenses by line of business
- S.05.02.01 - Premiums, claims and expenses by country
- S.19.01.21 - Non-Life insurance claims

4. In connection with the “Other Information”, the auditors’ responsibility is to read it and, in doing so, consider and report on whether the “Other Information” is materially inconsistent with the relevant elements of the SFCR, or the auditors’ knowledge obtained during the audit, or otherwise appears to be materially misstated.

3 Effective date

These Orders are effective for annual audits of the SFCR for the financial year ended 31/12/2016 and onwards.