

Prudential Regulation Authority (PRA) – Pre-issuance notification (PIN) form for insurance firms

Notification to the PRA of planned issuance of a regulatory capital instrument

Please send completed form to Insurance.regulatorycapital@bankofengland.co.uk. Submission to your PRA supervisory contact does not constitute the required notice.

<p>1. Name and, where applicable, Firm Reference Number (FRN) of the issuer:</p>	
<p>2. Reason(s) for the issuance of the capital instrument:</p>	
<p>3. Position of the issuer within the group (please attach a current group structure chart and, if the group structure will change, the intended group structure post issuance):</p>	
<p>4. Where is the regulatory capital intended to be counted (solo PRA-regulated firm level, group level, or both)?</p> <p><input type="checkbox"/> If the regulatory capital is intended to be counted as regulatory capital at group level, do you intend to seek an availability determination? (Y/N/Not applicable)</p> <p>Please provide a reason for the response selected.</p>	
<p>5. Will the capital instrument be issued externally or intra-group?</p> <ul style="list-style-type: none"> • If external, please describe the targeted investor group (if known) or a description of likely investors: • If intra-group, please identify the investor and describe how the purchase of the capital instrument will be funded: 	

<p>6. <i>Intended tier of capital (firms subject to Solvency II) or stage of the capital resources table (non-Directive firms):</i></p>	
<p>7. <i>For firms subject to Solvency II, for any restricted Tier 1 item provide a draft of a properly reasoned independent accounting opinion from an appropriately qualified individual as to the item's treatment in the financial statements of the firm, group member or the group (as appropriate).</i></p>	
<p>8. <i>Proposed date of issuance or amendment:</i></p>	
<p>9. <i>Proposed currency and amount (or approximation):</i></p>	
<p>10. <i>Compliance</i></p> <p>a. <i>For Solvency II firms, are the proposed terms compliant with Own Funds 3B, 3E or 3G? (Please provide a draft of a properly reasoned independent legal opinion from an appropriately qualified individual.)</i></p> <p>b. <i>For non-Directive firms, are the proposed terms compliant with the PRA's rules on capital resources? (Please provide a draft of a properly reasoned independent legal opinion from an appropriately qualified individual.)</i></p> <p>c. <i>For Solvency II firms, please describe the basis for the choice of coupon structure, and any other provision that might suggest an economic incentive for redemption.</i></p>	
<p>11. <i>Are any payments due under the proposed item the subject of a guarantee or similar arrangement or any other form of encumbrance or connected transaction? (Yes/No)</i></p> <p><i>If the item is encumbered or subject to any connected transactions, please provide all relevant details.</i></p>	

Please include the following:

- A completed PIN form for insurance firms;
- A copy of the draft terms and conditions of the intended capital instrument;
- A group structure chart;
- For any item other than ordinary shares, a draft of a properly reasoned independent legal opinion from an appropriately qualified individual confirming that the capital instrument meets the conditions for qualification in the intended tier or stage of capital; and
- For any item intended for inclusion within RT1 capital (for Solvency II firms), a draft of a properly reasoned independent accounting opinion from an appropriately qualified individual identifying the instrument's treatment as a financial liability or equity instrument.

Declaration by Governing Body:

I confirm that the information given in this form is accurate and complete and that the capital instrument meets the criteria for inclusion in the intended tier of own funds or stage of capital resources (as applicable).

Signed (on behalf of the governing body)

----- Name
/ Position In firm / Date

<p>Note: The PRA understands that at the time firms provide notification (at least one month in advance of the intended issue date), they might be able to give only preliminary information about some details. In order to ensure that the PRA receives the necessary information to enable effective supervision, firms will need to provide final confirmation of any such matters no later than on the day that the instrument is issued. This will include details of the final amount and coupon.</p>
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