

ANNEX 2 to the ORSA Regulation

Evidence of each risk and solvency assessment

To justify and document each ORSA, the undertaking shall keep evidence, for each assessment:

- a) of the analyses carried out on individual risks, including the reason for the selection of the analysed risks;
- b) of the data considered in each assessment, including the related sources;
- c) of the connections between analysis of the risks and capital allocation processes, with evidence of the considerations of any approved tolerance limits;
- d) of the risks not covered by own funds, specifying in detail the coverage procedures used, in terms of overall solvency needs;
- e) of the technical specifications used in the assessment and the assumptions considered, together with the justification for the choices made;
- f) of the identification of an amount or range that indicates the overall solvency needs both with a one-year time horizon and with a longer time reference together with a description as to how the undertaking intends to meet these needs;
- g) of the action plans deriving from the assessments, including additional capital elements or additional management actions, as well as the related times proposed for said actions necessary to improve the financial and solvency conditions of the undertaking;
- h) of the conclusions emerged from the risk and solvency assessments, including those relating to the internal assessment with respect to capital requirements and technical provisions;
- i) of the differences between the risk profile of the undertaking identified with the own risk and solvency assessment and the one represented in the solvency capital requirement (SCR). In this regard, the differences shall be clearly identified also in terms of assumptions used;
- j) of the factors internal and external to the undertaking, considered for forward looking risk assessments;
- k) of the process or of the elements with which the administrative body looks into and evaluates the ORSA and its results.