

Markel International Insurance Company Limited, Switzerland Branch Küsnacht.

**Report on Financial Condition for year
ended December 31, 2018**

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1 Summary

The Branch Manager submits the Financial Condition Report ("FCR") for Markel International Insurance Company Limited, London, Switzerland Branch Küssnacht for the year ended 31 December 2018.

The results of the Branch, as set out in Section 3, show a pre-tax loss of CHF 1,336k for the year (2017, profit of CHF 223k). Loss after tax for the year was CHF 1,347k (2017, profit of CHF 212k). The Branch is primarily writing Trade Credit, Casualty and Professional Liability, as well as Equine risks.

The Branch has an operating loss of CHF 1,669k for the year (2017, profit of CHF 334k).

2 Business Activities

2.1 Company Information

Name & Legal Form	Markel International Insurance Company Limited, London, Switzerland Branch Küsnacht A branch of Markel International Insurance Company Limited ("MIICL")
Firm Number	CHE – 375.129.748
Address	Limbergstrasse 34, CH-8700 Küsnacht, Switzerland
Supervisory Authorities	Swiss Financial Market Supervisory Authority FINMA, Laupenstrasse 27, CH-3003 Bern
External Auditor	KPMG AG, Badenerstrasse 172, CH 8036 Zurich
MIICL's Immediate Parent	Markel Capital Holdings Limited, UK

2.2 Business Activities

MIICL is a subsidiary of Markel Capital Holdings Limited ("MCH"). Markel International Insurance Company Limited, London, Switzerland Branch Küsnacht ("the Switzerland branch") was opened in September 2014. The Switzerland branch has issued Swiss policies of insurance for Markel Assurance, Trade Credit & Equine teams. It holds licenses to write the following lines of business:

Class		Risks
B7	Goods in Transit	Only in connection with property insurance in categories B9, B13, B14
B8	Fire and natural hazards	Only in connection with property insurance in categories B9, B13, B14
B9	Other damage to property	Equine
B13	General liability	All risks
B14	Credit	All risks
B16	Miscellaneous financial loss	Only in connection with property insurance in categories B9, B13, B14

In each of our businesses, we seek to provide quality products and excellent customer service so that we can be a market leader. We believe that our specialty product focus and niche market strategy enable us to develop expertise and specialized market knowledge. We seek to differentiate ourselves from competitors by our expertise, service, continuity and other value-based considerations. Overall our corporate strategy is one of diversification and specialization.

2.2.1 Equine

The Equine team underwrites equine and liability insurance with a diverse range of coverage for bloodstock. The equine account offers coverage for the widest range of needs from individual horse owners up to the largest breeding and racing operations.

2.2.2 Trade Credit and Political Risk

This team underwrites trade credit, political risk and contract frustration insurance, protecting sellers from the risk of buyer insolvency and other forms of counterparty risk.

The trade credit account coverage includes prepayment cover, insolvency and default, captive reinsurance, syndicated co-insurance solutions and financial institutions. Policies are designed to provide clients with certainty of cover and are underwritten with the aim of establishing a long-term partnership with the insured.

The political risk and contract frustration account has a broad range of coverage including insolvency or default by either a public or privately owned entity, licence cancellation, aircraft and vessel repossession, mortgage rights insurance and currency inconvertibility and exchange transfer.

2.2.3 Market Assurance

Market Assurance is focused on large accounts and complex risks, providing casualty and professional liability coverage for privately-held companies and publicly-traded companies.

2.3 Business during 2018

Based on premium figures according to the provisions on commercial accounting of the Swiss Code of Obligations (CO) (Art. 957-963b OR), 79% (2017, 36%) of the gross written premium by the Switzerland Branch was General Liability, 20% (2017, 60%) was Credit and 1% (2017, 4%) was Other Damage to Property business.

2.4 Changes during 2018

2.4.1 Classes of Business

For 2018 there were no material additions to the classes of business previously offered.

3 Business Performance

3.1 Underwriting Performance

Gross written premiums for the year were CHF 5,479k (2017, CHF 2,114k), consisting of General Liability business of CHF 4,305k (2017, CHF 770k), Credit business of CHF 1,117k (2017, CHF 1,265k) and Other Damage to Property business of CHF 57k (2017, CHF 79k). Gross written premiums in 2017 were impacted the non-renewal of certain general liability risks for the 2017 underwriting year.

Net written premiums for the year were CHF 1,346 (2017, CHF 1,042k), consisting of General Liability business of CHF 484k (2017, CHF 71k), Credit business of CHF 806k (2017, CHF 892k) and Other Damage to Property business of CHF 56k (2017, CHF 79k). An internal quota share reinsurance arrangement existed for all General Liability business; under the agreement, the Switzerland branch reinsured up to 90%, less the relevant percentage ceded to third party reinsurers, to Markel Bermuda Limited, a fellow Markel Corporation subsidiary.

The Switzerland branch experienced CHF 3,320k of net claims incurred during the year (2017, CHF 537k). This includes losses on General Liability of CHF 2,669k (2017, CHF 85k), Credit business of CHF 563k (2017, CHF 362k), Other Damage to Property business of CHF 68k (2017, CHF 41k), and a change in the Actuarial reserve of CHF 81k. The operating result for the year was a loss of CHF 1,669k (2017, profit of CHF 334k).

3.2 Investment Performance

MIICL's business strategy recognises the importance of both consistent underwriting and operating profits and superior investment returns to build shareholder value. MIICL relies on sound underwriting practices to produce investable funds while minimising underwriting risk. The majority of investable assets come from premiums paid by policyholders. Policyholder funds are invested in high-quality fixed income securities.

Consistent with the prior year, investment income of CHF 396k (2017, CHF 418k) has been more than offset by investment expenses of CHF 449k (2017, CHF 439k).

3.3 Performance of other activities

Not applicable.

3.4 Any other information

Not applicable.

Financial situation report: quantitative template "Performance Solo NL"

Currency: CHF or annual report currency
Amounts stated in millions

	Total		Direct Swiss business													
	Previous year	Reporting year	Accident		Illness		Motor vehicle		Transport		Fire, natural hazards, property damage		General third-party liability		Other branches	
			Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year
1	2.1	5.5											0.8	4.3	1.3	1.2
2	(1.1)	(4.1)											(0.7)	(3.8)	(0.4)	(0.3)
3	1.0	1.3											0.1	0.5	1.0	0.9
4	2.1	(0.9)											2.3	(1.0)	(0.2)	0.1
5	(2.0)	0.9											(2.1)	0.9	0.1	(0.0)
6	1.1	1.3											0.3	0.4	0.8	0.9
7	0.0	0.0											0.0	0.0	0.0	0.0
8	1.1	1.3											0.3	0.4	0.8	0.9
9	0.0	0.0											0.0	0.0	0.0	0.0
10	0.0	0.0											0.0	0.0	0.0	0.0
11	(1.4)	(26.9)											(0.8)	(26.0)	(0.6)	(0.9)
12	0.9	23.6											0.8	23.3	0.2	0.2
13																
14																
	(0.5)	(3.3)											(0.1)	(2.7)	(0.5)	(0.7)
15	(1.2)	(0.9)											(1.1)	(0.8)	(0.1)	(0.1)
16	0.9	1.0											0.8	0.9	0.1	0.1
17	(0.3)	0.1											(0.3)	0.1	0.0	0.0
18	0.0	0.0											0.0	0.0	0.0	0.0
19	(0.8)	(3.2)											(0.4)	(2.6)	(0.4)	(0.6)
20	0.4	0.4														
21	(0.4)	(0.4)														
22	(0.0)	(0.1)														
23	0.0	0.0														
24	0.0	0.0														
25	0.0	0.3														
26	0.3	(1.7)														
27	0.0	0.0														
28	(0.1)	0.3														
29	0.0	0.0														
30	0.0	0.0														
31	0.2	(1.3)														
32	(0.0)	(0.0)														
33	0.2	(1.3)														

Financial situation report: quantitative template "Market-consistent Balance Sheet Solo"

Currency: CHF or
currency for SST
reporting
Amounts stated in
millions

		Ref. date previous period	Adjustments previous period	Ref. date reporting year
Market-consistent value of investments	Real estate			
	Shareholdings			
	Fixed-income securities			
	Loans			
	Mortgages			
	Equities			
	Other investments			
	Collective investment schemes			
	Alternative investments			
	Other investments			
	Total investments			
	Financial investments from unit-linked life insurance			
	Receivables from derivative financial instruments			
Market-consistent value of other assets	Cash and cash equivalents			
	Receivables from insurance business			
	Other receivables			
	Other assets			
	Total other assets			
Total market-consistent value of assets	Total market-consistent value of assets			
Best estimate liabilities (BEL)	Best estimate of provisions for insurance liabilities			
	Direct insurance: life insurance business (excluding ALV)			
	Direct insurance: non-life insurance business			
	Direct insurance: health insurance business			
	Direct insurance: unit-linked life insurance business			
	Direct insurance: other business			
	Outward reinsurance: life insurance business (excluding ALV)			
	Outward reinsurance: non-life insurance business			
	Outward reinsurance: health insurance business			
	Outward reinsurance: unit-linked life insurance business			
	Outward reinsurance: other business			
	Reinsurers' share of best estimate of provisions for insurance liabilities			
	Direct insurance: life insurance business (excluding ALV)			
	Direct insurance: non-life insurance business			
	Direct insurance: health insurance business			
	Direct insurance: unit-linked life insurance business			
	Direct insurance: other business			
	Outward reinsurance: life insurance business (excluding ALV)			
	Outward reinsurance: non-life insurance business			
	Outward reinsurance: health insurance business			
	Outward reinsurance: unit-linked life insurance business			
	Outward reinsurance: other business			
	Market-consistent value of other liabilities	Non-technical provisions		
Interest-bearing liabilities				
Liabilities from derivative financial instruments				
Deposits retained on ceded reinsurance				
Liabilities from insurance business				
Other liabilities				
Total BEL plus market-consistent value of other liabilities	Total BEL plus market-consistent value of other liabilities			
Market-consistent value of assets minus total from BEL plus market-consistent value of other liabilities				

**Financial situation report: quantitative template
"Solvency Solo"**

Currency: CHF or
currency for SST
reporting
Amounts stated in
millions

		Ref. date previous period in CHF millions	Adjustments previous period in CHF millions	Ref. date reporting year in CHF millions
Derivation of RBC	Market-consistent value of assets minus total from best estimate liabilities plus market- consistent value of other liabilities			
	Deductions			
	Core capital			
	Supplementary capital			
	RBC			

		Ref. date previous period in CHF millions	Adjustments previous period in CHF millions	Ref. date reporting year in CHF millions
Derivation of target capital	Underwriting risk			
	Market risk			
	Diversification effects			
	Credit risk			
	Risk margin and other effects on target capital			
	Target capital			

		Ref. date previous period in %	Adjustments previous period in %	Ref. date reporting year in %
SST ratio	Risk-bearing capital / target capital			

Markel International Insurance Company Limited,
London, Switzerland Branch Kusunacht, Kusunacht

Independent auditor's report
on the financial statements

Financial year 2018



KPMG AG
Financial Services
Badenerstrasse 172
CH-8004 Zürich

Postfach
CH-8036 Zürich

Telefon +41 58 249 31 31
Internet www.kpmg.ch

Independent auditor's report to the General Manager of:

Markel International Insurance Company Limited, London, Switzerland Branch Kusnacht, Kusnacht

As a federally-supervised audit firm, we have audited the accompanying financial statements of Markel International Insurance Company Limited, London, Switzerland Branch Kusnacht, which comprise the balance sheet as at December 31, 2018, and the income statement and notes for the year then ended, in line with Article 28 para. 2 of the Insurance Supervision Act (ISA) and with reference to the FINMA guidelines "Preparation and audit of the financial statements of branch offices of foreign insurance companies (WNL)".

The financial statements have been prepared by the General Manager on the basis of the financial reporting provisions of the Swiss Code of Obligations and the requirements of the supervisory law.

General Manager's Responsibility for the Financial Statements

The General Manager is responsible for the preparation of these financial statements in accordance with the financial reporting provisions of the Swiss Code of Obligations and the requirements of the supervisory law – in particular the Financial Market Supervision Act (FINMASA), the Insurance Supervision Act (ISA), the Insurance Supervision Ordinance (ISO) and the FINMA Insurance Supervision Ordinance (ISO-FINMA) as well as with the FINMA guidelines "Preparation and audit of the financial statements of branch offices of foreign insurance companies (WNL)" –, and for such internal controls as the General Manager determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the regulatory requirements set out in Article 28 para. 2 ISA, the WNL and Swiss Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the branch office's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the branch office's internal control system.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the General Manager, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements of Markel International Insurance Company Limited, London, Switzerland Branch Kusunacht as of and for the year ended December 31, 2018 are prepared, in all material respects, in accordance with the financial reporting provisions of the Swiss Code of Obligations, the requirements of supervision law (in particular FINMASA, ISA, ISO and ISO-FINMA) and with the WNL.

Basis of Accounting

Without modifying our opinion, we note that the financial statements of the Markel International Insurance Company Limited, London, Switzerland Branch Kusunacht are prepared on the basis of the accounting principles specified above. The financial statements are prepared to comply with the requirements of Article 25 para. 4 ISA. As a result, the financial statements may not be suitable for another purpose.

KPMG AG

Bill Schiller
*Licensed audit expert
Auditor in charge*

Mathew Ackland
Licensed audit expert

Zurich, 3 May 2019

Enclosure:

- Financial statements (balance sheet as at December 31, 2018, income statement, and notes)

Markel International Insurance Company Limited,
London, Switzerland Branch Kusnacht

Annual Financial Statements for the year ended
December 31, 2018

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Balance Sheet

Assets

CHF k	Note	31.12.2018	31.12.2017
Fixed-interest securities		16,922	17,295
Cash and cash equivalents		4,684	4,461
Reinsurers' share of technical provisions	3	30,842	10,526
Deferred acquisition costs		324	141
Insurance receivables	1,5	3,013	2,227
Other assets		431	298
Prepaid expenses and accrued income	2	298	298
Total assets		56,514	35,246

Liabilities

CHF k	Note	31.12.2018	31.12.2017
Technical provisions	3	35,984	12,858
Ceded deferred acquisition costs		426	164
Insurance payables	4,5	300	471
Other liabilities	5	1,709	725
Account to Head Office	6	18,095	21,028
Total liabilities		56,514	35,246

Income Statement

CHF k	Note	31.12.2018	31.12.2017
Gross premium written		5,479	2,114
Premiums ceded to reinsurers		(4,133)	(1,072)
Net premiums written		1,346	1,042
Change in unearned premium reserves		(901)	2,132
Change in reinsurers' share of unearned premium reserves		851	(2,039)
Net premiums earned		1,296	1,135
Total technical income		1,296	1,135
Change in technical provisions	7	(26,881)	(1,443)
Change in reinsurers' share of technical provisions	7	23,561	906
Net claims and claim expenses incurred		(3,320)	(537)
Acquisition costs and administrative expenses		(866)	(1,217)
Reinsurers' share of acquisition costs and administrative expenses		966	943
Net acquisition costs and administrative expenses		100	(274)
Total technical expenses		(3,220)	(811)
Income from investments	8	396	418
Expenses from investments	8	(449)	(439)
Net income from investments		(53)	(21)
Other financial income/(expenses)		308	31
Operating result		(1,669)	334
Other income		333	(111)
Other expenses		0	0
Extraordinary income/expenses		0	0
(Loss)/ Profit before tax		(1,336)	223
Income tax		(11)	(11)
(Loss)/ Profit before tax		(1,347)	212

Notes to the Financial Statements – Markel International Company Limited, London, Switzerland Branch Kusnacht

Financial reporting policies

The annual financial statements have been prepared in accordance with the provisions on commercial accounting of the Swiss Code of Obligations (CO) (Art. 957-963b OR). Apart from the Swiss Code of Obligations, the provisions of the Swiss Ordinance on the Supervision of Private Insurance Companies (Art. 5a ISO-FINMA, including Appendix) have been applied.

Foreign Currency Translation

The annual financial statements of Markel International Insurance Company Limited, Swiss Branch Kusnacht ("the Branch") are prepared in Swiss Franc ("CHF"). Transactions denominated in currencies other than the functional currency are recorded in the functional currency at the exchange rate ruling at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies are remeasured into the functional currency at the exchange rate ruling on the reporting date.

The main exchange rates used are presented below:

	2018	2017
EUR	1.1250	1.1667
USD	0.9844	0.9925

Valuation principles

Uniform valuation principles were applied. Assets, equity and liabilities were valued individually. Equity and liabilities are stated at their nominal value.

Fixed-interest securities are valued using the amortised cost method. The amortisation in the year is recognised in income from investments.

Technical provisions are obligations due to insured parties which are determined based on an individual insurance agreement. They are calculated based on the business plan as agreed with FINMA.

Employees

The Branch employed no employees during the year. All staff are employed by Markel International Services Limited ("MISL").

Audit fees

All fees relate to audit services. They are paid for by MISL and recharged to The Branch. Estimated fees for 2018 are USD 50,500 (2017, USD 50,000).

Disclosures, breakdowns and explanations on Balance Sheet items

1. Insurance receivables

CHF k	31.12.2018	31.12.2017
Receivables from policyholders	3,013	2,227
Total	3,013	2,227

2. Prepaid expenses and accrued income

CHF k	31.12.2018	31.12.2017
Accrued interest on investments	298	298
Total	298	298

3. Technical provisions

	Technical provisions (gross)		Technical provisions (Reinsurers' share)		Technical provisions (net)	
CHF k	31.12.2018	31.12.2017	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Unearned premium reserve	2,036	1,158	1,572	728	464	430
Loss reserves	33,827	11,630	29,270	9,798	4,557	1,832
Actuarial IBNR	121	70	0	0	121	70
Total	35,984	12,858	30,842	10,526	5,142	2,332

4. Insurance payables

CHF k	31.12.2018	31.12.2017
Liabilities to policyholders	300	471
Total	300	471

5. Receivables from and liabilities to related parties

CHF k	Third-party	Affiliates	31.12.2018
Insurance receivables	3,013	0	3,013
Insurance payables	(300)	0	(300)
Other liabilities	0	(1,709)	(1,709)
Total	2,713	(1,709)	1,004

CHF k	Third-party	Affiliates	31.12.2017
Insurance receivables	2,227	0	2,227
Insurance payables	(426)	(45)	(471)
Other liabilities	0	(725)	(725)
Total	1,801	(770)	1,031

6. Statement of changes in Branch account

CHF k	Payable to Head Office	Voluntary retained earnings	Total account to Head Office
As of 31 Dec 2016	20,498	(220)	20,278
Profit/(Loss) for the period	0	212	212
Payments to Head Office	538	0	538
As of 31 Dec 2017	21,036	(8)	21,028
Profit/(Loss) for the period	0	(1,347)	(1,347)
Payments to Head Office	(1,586)	0	(1,586)
As of 31 Dec 2018	19,450	(1,355)	18,095

There were no cash flows during the year.

Disclosures, breakdowns and explanations on Income Statement items

7. Change in technical provisions

CHF k	Technical provisions (gross)		Technical provisions (Reinsurers' share)		Technical provisions (net)	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Change in loss reserve	26,800	1,393	23,561	906	3,239	487
Change in actuarial reserve	81	50	0	0	81	50
Total	26,881	1,443	23,561	906	3,320	537

8. Investment result

CHF k	Current income	Amortization	Realised gains	Total Investment income	Investment management expenses, other investment expenses	Amortization	Realised losses	Total Investment income
	2018				2018			
Fixed-interest securities	396			396	(136)	(313)		(449)
Total	396	0	0	396	(136)	(313)	0	(449)

CHF k	Current income	Amortization	Realised gains	Total Investment income	Investment management expenses, other investment expenses	Amortization	Realised losses	Total Investment income
	2017				2017			
Fixed-interest securities	418			418	(105)	(334)		(439)
Total	418	0	0	418	(105)	(334)	0	(439)

Management report

The Branch was granted a licence by FINMA to become an insurance branch in 2014 and is domiciled at Limbergstrasse 34, 8700 Küsnacht. The Branch began writing business in 2015.

As a consequence of the consolidation of the Markel Corporation's European underwriting entities in 2015 with the merger of Markel International Insurance Company Limited ("MIICL") and Markel Europe plc ("ME"), the renewal of business previously written by Markel Europe plc, Swiss Branch ("ME Branch") was offered by the Branch.

The merger of MIICL and ME was concluded at 00:01 GMT July 1, 2015 after which MIICL assumed all the rights and obligations of ME via an Irish Portfolio Transfer (defined in Section 13 of the Assurance Companies Act 1909, Section 36 of the Insurance Act 1989 and regulation 12 of the European Communities Framework Regulations 1994) and a cross border merger under the European Communities (Cross Border Mergers) Regulations 2008. As a consequence of the cross border merger, ME was dissolved and no longer exists.

In addition, a separate Swiss Portfolio Transfer ("Swiss Transfer") was approved by FINMA on May 7, 2015 for the transfer of the entire insurance portfolio of the ME Branch to the Branch. The Swiss Transfer was undertaken simultaneously with the Irish Portfolio Transfer and the Cross Border merger. Furthermore the total of the Branch's Tied Assets were also transferred to the Branch.

The results of the Branch, as set out on page 3, show a pre-tax loss of CHF 1,336k for the year (2017, profit of CHF 223k). Loss after tax for the year was CHF 1,347k (2017, profit of CHF 212k).

Gross written premiums for the year were CHF 5,479k (2017, CHF 2,114k), consisting of general liability business of CHF 4,305k (2017, CHF 770k), trade credit business of CHF 1,117k (2017, CHF 1,265k) and equine business of CHF 57k (2017, CHF 79k).

Net written premiums for the year were CHF 1,346k (2017, CHF 1,042k), consisting of general liability business of CHF 484k (2017, CHF 71k), trade credit business of CHF 806k (2017, CHF 892k) and equine business of CHF 56k (2017, CHF 79k). An internal quota share reinsurance arrangement existed for all general liability business. Under this agreement, the Branch reinsured up to 90%, less the relevant percentage ceded to third-party reinsurers, to Markel Bermuda Limited, a fellow Markel subsidiary.

The Branch experienced CHF 3,320k of net claims incurred during the year (2017, CHF 537k). The operating result for the year was a loss of CHF 1,669k (2017, profit of CHF 334k).

The Branch employed no employees during the year. All staff are employed by MISL.

Principal risks and uncertainties

MIICL has a risk register detailing the risks to which it is exposed, which includes all business underwritten by MIICL. Risks are grouped under the following categories:

- Underwriting Risk
- Reserving Risk
- Market Risk
- Credit Risk
- Operational Risk
- Liquidity Risk
- Group Risk

A formal review by the Risk and Capital Committee and the MIICL Board of Directors (“MIICL Board”) occurs at least annually to ensure that the risk register identifies all the risks to which MIICL is exposed. Key controls are identified to mitigate each risk and quarterly confirmation is sought from the owners of these controls that they are in place and are operating effectively.

The MIICL Risk and Capital Committee meets quarterly to consider Key Risk Indicators and any risk issues that have arisen. These are summarised in the Chief Risk Officer’s quarterly report to the MIICL Board.

An Own Risk and Solvency Assessment report is produced being a forward looking assessment of the risk profile and adequacy of MIICL’s capital to meet solvency needs over the business planning time horizon. MIICL is in compliance with Solvency II.

MIICL has approval from the Prudential Regulation Authority to use an internal model to calculate the Solvency Capital Requirement under Solvency II.

Future prospects

With disciplined underwriting and its strong financial condition the Branch is in an excellent position to capitalise on opportunities as they arise. The Branch will continue to apply Markel’s underwriting discipline of underwriting for profit rather than volume and, accordingly, will decline business where the rates are not acceptable.

No material uncertainties that cast doubt about the ability of MIICL or the Branch to continue as a going concern have been identified.

The Directors of MIICL have a reasonable expectation that MIICL and the Branch have adequate resources to continue in operational existence for the foreseeable future.

