

## CAPITAL DISCLOSURES

The Australian Prudential Regulation Authority (APRA) is the prudential regulator of the Australian financial services industry. APRA establish and enforce prudential standards and practices on the institutions it supervises in order to protect the financial interests of the Australian community. The Capital Adequacy prudential standards (LPS 110 and GPS 110) require an insurance company to maintain adequate capital against the risks associated with its activities. A key feature of the standards is also a requirement that the insurer make certain public disclosures about its capital adequacy position. The following information has been prepared for the purpose of satisfying these requirements.

### Munich Reinsurance Company of Australasia Limited (ACN 51 004 804 013) Capital Disclosure at 31 December 2018

Statutory Fund (SF) / General Fund (GF)	SF1 \$'000	SF2 \$'000	GF \$'000	Total \$'000
Net Assets as per Life Insurance Act (Tier 1)	1,156,899	51,839	2,940	1,211,678
Regulatory adjustments to Net Assets (Tier 1)	(459,335)	(6,799)	-	(466,134)
Tier 2 Capital	-	-	-	-
Regulatory adjustments to Tier 2 Capital	-	-	-	-
<b>Capital Base (A)</b>	<b>697,564</b>	<b>45,040</b>	<b>2,940</b>	<b>745,544</b>
<b>Components of the Prescribed Capital Amount:</b>				
Insurance Risk Charge	154,540	28,977	-	183,517
Asset Risk Charge	83,325	5,563	103	88,991
Operational Risk Charge	27,948	1,429	-	29,377
Aggregation Benefit	(48,190)	(3,961)	-	(52,151)
Combined Stress Scenario Benefit	177,622	8,283	19	185,924
<b>Prescribed capital amount (B)</b>	<b>395,245</b>	<b>40,291</b>	<b>122</b>	<b>435,658</b>
<b>Capital Adequacy (A/B)</b>	<b>1.76</b>	<b>1.12</b>	<b>24.10</b>	<b>1.71</b>

### Münchener Rückversicherungs-Gesellschaft trading as Munich Reinsurance Company – Australian Branch (ARBN 009 763 526) Capital Disclosure at 31 December 2018

	\$'000
<b>Adjusted Net Assets</b>	<b>1,379,913</b>
Common Equity Tier 1 Capital	0
Regulatory adjustments to Common Equity Tier 1 Capital	0
Additional Tier 1 Capital	0
Regulatory adjustments to Additional Tier 1 Capital	0
Tier 2 Capital	0
Regulatory adjustments to Tier 2 Capital	0
<b>Capital Base</b>	<b>1,379,913</b>
<b>Components of the Prescribed Capital Amount:</b>	
Insurance Risk Charge	584,208
Insurance Concentration Risk Charge	20,000
Asset Risk Charge	223,192
Operational Risk Charge	64,529
Aggregation Benefit	(144,200)
<b>Prescribed capital amount</b>	<b>777,730</b>
<b>Capital adequacy multiple</b>	<b>1.77</b>

Great Lakes Insurance SE trading as  
Great Lakes Australia (ARBN 127 740 532)  
Capital Disclosure at 31 December 2018

	<b>\$000</b>
Net Assets in Australia	75,242
Regulatory adjustments to Net Assets in Australia	0
<b>Capital Base</b>	<b>75,242</b>
<b>Components of the Prescribed Capital Amount:</b>	
Insurance Risk Charge	0
Insurance Concentration Risk Charge	0
Asset Risk Charge	11,361
Operational Risk Charge	6,609
Aggregation Benefit	0
<b>Prescribed capital amount</b>	<b>17,970</b>
<b>Capital adequacy multiple</b>	<b>4.19</b>