

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 2019

Statutory Fund (SF) / General Fund (GF)	SF1 \$'000	SF2 \$'000	GF \$'000	Total \$'000
Net Assets as per Life Insurance Act (Tier 1)	1,024,226	94,461	3,049	1,121,736
Regulatory adjustments to Net Assets (Tier 1)	(126,230)	386	(275)	(126,119)
Tier 2 Capital	-	-	-	-
Regulatory adjustments to Tier 2 Capital	-	-	-	-
Capital Base (A)	897,996	94,847	2,774	995,617
Components of the Prescribed Capital Amount:				
Insurance Risk Charge	229,007	37,193	-	266,200
Asset Risk Charge	69,693	8,425	52	78,170
Operational Risk Charge	32,437	1,636	-	34,073
Aggregation Benefit	(46,340)	(5,873)	-	(52,213)
Combined Stress Scenario Benefit	241,122	6,494	13	247,629
Prescribed capital amount (B)	525,919	47,875	65	573,859
Capital Adequacy (A/B)	1.71	1.98	42.68	1.73

Münchener Rückversicherungs-Gesellschaft trading as Munich Reinsurance Company – Australian Branch

(ARBN 009 763 526)

Capital Disclosure at 31 December 2019

	\$'000
Adjusted Net Assets	1,634,336
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
Capital Base	1,634,336
Components of the Prescribed Capital Amount:	
Insurance Risk Charge	622,608
Insurance Concentration Risk Charge	50,000
Asset Risk Charge	245,088
Operational Risk Charge	51,844
Aggregation Benefit	(157,164)
Prescribed capital amount	812,376
Capital adequacy multiple	2.01

Great Lakes Insurance SE trading as
Great Lakes Australia (ARBN 127 740 532)
Capital Disclosure at 31 December 2019

	\$000
Adjusted Net Assets	52,139
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
Capital Base	52,139
Components of the Prescribed Capital Amount:	
Insurance Risk Charge	0
Insurance Concentration Risk Charge	0
Asset Risk Charge	9,887
Operational Risk Charge	659
Aggregation Benefit	0
Prescribed capital amount	10,546
Capital adequacy multiple	4.94