Munich Reinsurance Company Canada Branch (Life)

LIMAT Ratios Public Disclosure Summary
as of December 31, 2024

NOT IF, BUT HOW

Munich RE

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Branches are required, at minimum, to maintain a Total Ratio of 90%. OSFI has established supervisory target level of 100% for Total margin. Definition of terms can be found in Guideline A at LICAT – Life Insurance Capital Adequacy Test.

(thousands of dollars, except percentages)		Dec 31, 2024	Dec 31, 2023	Change #	Change %
Available Margin	C = A-B	8,734,324	8,837,658	- 103,334	-1.2%
Assets Available	A	9,389,709	9,765,947		
Assets Required	B	655,385	928,289		
Surplus Allowance and Eligible Deposits	D	2,959,281	1,998,717	960,564	48.1%
Required Margin	E	8,458,186	8,221,864	236,322	2.9%
LIMAT Total Ratio	([C+D]÷E) x 100	138.3%	131.8%		4.9%

Qualitative Analysis

- Munich Reinsurance Company's Canada Branch (Life) ("Munich Re") is well capitalized to support its business model in Canada, the Caribbean and surrounding regions with its LIMAT Total Ratio increasing by 4.9% from December 2023 to December 2024, remaining well above OSFI's established supervisory target level.
- Available Margin (C) has remained stable while Surplus Allowance and Eligible Deposits (D) and Required Margin (E) increased as a result of new business growth and initiatives.
- Munich Re maintains an internal operating target capital level by managing capital transfers through a well-established, streamlined process injecting capital to support new business when needed and repatriating excess capital back to the head office when warranted.