

ICMR

(Re)Insurance Specialty Index

UK and EU BMR Benchmark Statement

As per the UK and EU Benchmarks Regulations

Change History

Version Number	Editor	Date	Comments
1.0	Gareth Parker	13/05/2021	Live document

Distribution

Name	Firm/Department	Location
Public		

Notes:

"DR" refers to [Commission Delegated Regulation \(EU\) 2018/1643](#)

"EU BMR" refers to the [EU Benchmarks Regulation \(EU\) 2016/1011](#)

"UK BMR" refers to the [Benchmarks \(Amendment and Transitional Provision\) \(EU Exit\) Regulations 2019](#), commonly referred to as the "UK Benchmarks Regulation."

1. General Information

1.1. Date of publication DR 1(1)(a)

This document is the benchmark statement for the ICMR (Re)Insurance Specialty Index, as first published and dated above. Moorgate Benchmarks Ltd is the administrator of the index. The company provides index calculation, benchmark research & design, benchmark governance and oversight services to other benchmark administrators.

1.2. Reviews of benchmark statement BMR 27(1)

An update of this and of any future benchmark statement will be made whenever the information it provides is no longer accurate or sufficiently precise, whenever there is a material change in the methodology for determining the indices, and will be in any case, reviewed at least annually.

1.3. Benchmark ISINs DR 1(1)(b)

Moorgate Benchmarks does not maintain an ISIN for this benchmark.

1.4. Contributions of input data DR 1(1)(c)

These benchmarks do not use contributed input data.

1.5. Regulated-data benchmark disclosures. DR 1(d) / DR 2)

These benchmarks use prices sourced from exchanges either regulated by the UK or EU (as applicable for benchmarks administered under the relevant regulation), meeting the requirements of Article 3(24)(a), or that are "readily-available data" as defined within the BMRs. Exchanges that provide prices deemed appropriate for use are listed within the index methodology.

Input FX data is sourced from Refinitiv, whose FX rates are administered by Refinitiv Benchmark Services under the UK and EU BMR.

1.6. Significant / non-significant benchmarks disclosure DR 1(d)

These benchmarks are non-significant benchmarks.

2. Content

2.1. Market reality BMR 27(1)(a)

A full description of the market reality and geographical boundaries covered by the ICMR (Re)Insurance Specialty Index is set out in its methodology document, available at www.moorgatebenchmarks.com/clients/icmr.

2.2. Use of discretion BMR 27(1)(b)

The methodology of the ICMR (Re)Insurance Specialty Index is designed to remove discretion to the greatest extent possible.

The members of the Index Management Committee will look to ensure the index methodology is developed from its members' very significant market experience, and are

updated whenever appropriate to reflect changing circumstances.

As a result, discretion / expert judgement in the calculation of the ICMR (Re)Insurance Specialty Index is expected to be extremely rare, limited to the identification of an appropriate approach for handling unusual corporate events, or in very particular circumstances, to the assessment of valuations where on-exchange traded prices are not available. After ad-hoc discretion or expert judgement is applied, the Committee will consider whether the approach taken was suitable, and whether the relevant methodology should be updated to ensure the handling of a repetition of the event is clear.

Other than in the handling of corporate events, Moorgate believes discretion / expert judgement might be necessary in the general area of stock trading suspensions. Index methodologies provide a standard approach for handling suspensions, based upon the length of a suspension. However, companies' trading can be halted for various reasons, including in some circumstances at the request of their management, and there may be scenarios where it would be appropriate, in order to minimise disruption to the indices and to minimise cost to index product investors, to retain an index constituent within the indices rather than to remove it as per the methodology.

2.3. External Factors BMR 27(1)(c)

Moorgate Benchmarks notes that it is possible that circumstances may arise that cause the ICMR (Re)Insurance Specialty Index and its methodology to have to be materially altered or its publication ceased. Further details are available within the Moorgate Benchmarks Material Change and Cessation Policy, available from www.moorgatebenchmarks.com.

2.4. Changes / Cessation BMR 27(1)(d)

Those issuing or using contracts or other instruments referencing the ICMR (Re)Insurance Specialty Index should note that such contracts or other instruments should be able to withstand material changes to or cessation of the indices.

2.5. Key terms DR 1(2)

Key terms relating to the ICMR (Re)Insurance Specialty Index are defined within the methodology document.

2.6. Methodology, and changes to the methodology, and cessation of benchmarks BMR 27(2)(b) / DR 1(5)

The published methodology document details the economic interest of the benchmarks, and how they are created and maintained, including details of how the benchmarks are periodically reviewed. The published Moorgate Benchmarks Material Change and Cessation Policy details how potential changes are managed and if appropriate, approved. In brief, this

document clarifies:

- A definition of materiality
- That any benchmark stakeholder can propose a change to the methodology
- That proposed changes will initially be considered by the Index Management Committee
- That where material, the Committee will consult with stakeholders
- That the final decision regarding a proposed change rests with the Index Management Committee
- That suitable forewarning will be given to stakeholders of a material change wherever possible, with a clear timetable for the implementation of the change.
- That there may be changes resulting from external factors (those beyond the control of Moorgate Benchmarks) that require changes to be made more rapidly.

2.7. Input data BMR 27(2)(c)

The methodology document details the source of pricing and other data used in the construction, maintenance and determination of the ICMR (Re)Insurance Specialty Index.

2.8. Controls over judgement and discretion BMR 27(2)(d) / DR 1(4)

Judgement and discretion is reduced as far as possible within the methodology of the ICMR (Re)Insurance Specialty Index. Response 2.2 explains where Moorgate Benchmarks considers discretion may be required.

2.9. Determination of the benchmarks during stress periods BMR 27(2)(e)

Certain events can make it difficult for users of index-based products to trade index constituent securities. The Moorgate Benchmarks Equity Index Calculation Guide, available from www.moorgatebenchmarks.com, details how market disruption events are managed within the determination of the ICMR (Re)Insurance Specialty Index.

2.10. Input data errors BMR 27(2)(f)

The Moorgate Benchmarks Error Correction Policy, available from www.moorgatebenchmarks.com, details how index determination errors are managed and where appropriate resolved.

2.11. Potential limitations BMR 27(2)(g) / DR 1(3)

The calculation of the indices is reliant on prices received from the various exchanges on which the index constituents trade. Where a market is closed for holidays or other reasons, or a "normal" closing price is not received (in most cases, an auction price where closing auctions normally determine official closing prices), the last traded price will be used.

The weighting of index constituents is derived from (re)insurance exposure metrics sourced from annual reports. If the availability of this data is reduced, fewer index constituents could be assessed, with ongoing impact to the index. The methodology details the process for

using this data to assess and weight constituents and prospective constituents.

3. Review and Update of Benchmark Statements

3.1. Review and Update of Benchmark Statements DR 6

An update of this and of any future benchmark statement will be made whenever the information it provides is no longer correct or sufficiently precise, whenever there is a material change in the methodology for determining the indices, and will be in any case, reviewed at least annually.

4. Disclosures

4.1. Interest rate benchmarks DR 1(1)(d) / DR 3

Not applicable

4.2. Commodity benchmarks DR 1(1)(d) / DR 4

Not applicable

4.3. Critical benchmarks DR 1(1)(d) / DR 5

Not applicable

4.4. EU Climate Transition / Paris alignment benchmarks BMR 19a / BMR 19b

Not applicable

4.5. Alignment with carbon emissions reductions or Paris Agreement objectives BMR 27(2a)

This methodology does not align with the target of carbon emission reductions or seek to attain the objectives of the Paris Agreement.

4.6. ESG Factors disclosure BMR 13(1)(d) / BMR 27(2a)

The ICMR (Re)Insurance Specialty Index does not take account of ESG factors in its design

4.7. Specific disclosures relating to significant equity/bond benchmarks and EU Climate Transition / Paris-aligned benchmarks BMR 27(2a)

Not applicable

APPROVAL

This Benchmarks Statement was approved by the directors of Moorgate Benchmarks Ltd and Moorgate Benchmarks GmbH, and is reviewed at least annually.