



# LICAT Public Disclosures

## Co-operators Life Insurance Company

(Consolidated)

For the year ended December 31, 2019

## LICAT Ratios Public Disclosure Summary

(all amounts below are in thousands of dollars, except percentages)

Companies are required, at a minimum, to maintain a Core Ratio of 55% and a Total Ratio of 90%. OSFI has established supervisory target levels of 70% for Core and 100% for Total capital.

The definition of these terms can be found in Guideline A at: [LICAT - Life Insurance Capital Adequacy Test](#)

		2019	2018	Change - %
<b>Available Capital (AC1 + B)</b>	<b>AC</b>	1,255,033	1,145,732	10%
<i>Tier 1 Capital</i>	<b>AC1</b>	915,614	826,854	11%
<i>Tier 2 Capital</i>	<b>B</b>	339,419	318,878	6%
<b>Surplus Allowance and Eligible Deposits</b>	<b>SA + ED</b>	504,047	443,944	14%
<b>Base Solvency Buffer</b>	<b>BSB</b>	1,134,729	1,087,026	4%
<b>Total Ratio</b> ( $[\text{AC} + \text{SA} + \text{ED}] / \text{BSB} \times 100$ )		155%	146%	9%
<b>Core Ratio</b> ( $[\text{AC1} + 70\%(\text{SA} + \text{ED})] / \text{BSB} \times 100$ )		112%	105%	7%

The increase in both the Total and Core Ratios over the year was primarily due to the strong performance of the equity markets in 2019. Both unrealized and realized gains on equities contributed to an increase in Available Capital. Slightly offsetting the impact was an increase in market risk that accompanies equity market value increases.