

Commission Delegated Regulation (EU) 2015/35 of 10 October 2014
supplementing Directive 2009/138/EC of the European Parliament
and of the Council on the taking-up and pursuit of the business of
Insurance and Reinsurance (Solvency II) (Text with EEA relevance)

TITLE I

[^{X1}VALUATION AND RISK-BASED CAPITAL REQUIREMENTS
(PILLAR I), ENHANCED GOVERNANCE (PILLAR II)
AND INCREASED TRANSPARENCY (PILLAR III)]

CHAPTER II

VALUATION OF ASSETS AND LIABILITIES

Article 9

Valuation methodology — general principles

1 Insurance and reinsurance undertakings shall recognise assets and liabilities in conformity with the [^{F1}UK-adopted international accounting standards].

2 Insurance and reinsurance undertakings shall value assets and liabilities in accordance with [^{F2}UK-adopted international accounting standards] provided that those standards include valuation methods that are consistent with the valuation approach set out in Article 75 of Directive 2009/138/EC. Where those standards allow for the use of more than one valuation method, insurance and reinsurance undertakings shall only use valuation methods that are consistent with Article 75 of Directive 2009/138/EC.

3 Where the valuation methods included in [^{F3}UK-adopted international accounting standards] are not consistent either temporarily or permanently with the valuation approach set out in Article 75 of Directive 2009/138/EC, insurance and reinsurance undertakings shall use other valuation methods that are deemed to be consistent with Article 75 of Directive 2009/138/EC.

4 By way of derogation from paragraphs 1 and 2, and in particular by respecting the principle of proportionality laid down in paragraphs 3 and 4 of Article 29 of Directive 2009/138/EC, insurance and reinsurance undertakings may recognise and value an asset or a liability based on the valuation method it uses for preparing its annual or consolidated financial statements provided that:

- a the valuation method is consistent with Article 75 of Directive 2009/138/EC;
- b the valuation method is proportionate with respect to the nature, scale and complexity of the risks inherent in the business of the undertaking;
- c the undertaking does not value that asset or liability using [^{F4}UK-adopted international accounting standards] in its financial statements;
- d valuing assets and liabilities using international accounting standards would impose costs on the undertaking that would be disproportionate with respect to the total administrative expenses.

Changes to legislation: Commission Delegated Regulation (EU) 2015/35, Article 9 is up to date with all changes known to be in force on or before 11 October 2023. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

- 5 Insurance and reinsurance undertakings shall value individual assets separately.
- 6 Insurance and reinsurance undertakings shall value individual liabilities separately.

Textual Amendments

- F1** Words in Art. 9(1) substituted (31.12.2020) by [The Solvency 2 and Insurance \(Amendment, etc.\) \(EU Exit\) Regulations 2019 \(S.I. 2019/407\)](#), regs. 1(2), **11(5)(a)** (as amended by [S.I. 2019/1390](#), regs. 1(4), **11(3)(c)**; [S.I. 2020/1385](#), regs. 1(2), **54(2)**; and with savings in [S.I. 2019/680](#), **reg. 11**); 2020 c. 1, Sch. 5 para. 1(1)
- F2** Words in Art. 9(2) substituted (31.12.2020) by [The Solvency 2 and Insurance \(Amendment, etc.\) \(EU Exit\) Regulations 2019 \(S.I. 2019/407\)](#), regs. 1(2), **11(5)(b)** (as amended by [S.I. 2019/1390](#), regs. 1(4), **11(3)(c)**; [S.I. 2020/1385](#), regs. 1(2), **54(2)**; and with savings in [S.I. 2019/680](#), **reg. 11**); 2020 c. 1, Sch. 5 para. 1(1)
- F3** Words in Art. 9(3) substituted (31.12.2020) by [The Solvency 2 and Insurance \(Amendment, etc.\) \(EU Exit\) Regulations 2019 \(S.I. 2019/407\)](#), regs. 1(2), **11(5)(a)** (as amended by [S.I. 2019/1390](#), regs. 1(4), **11(3)(c)**; [S.I. 2020/1385](#), regs. 1(2), **54(2)**; and with savings in [S.I. 2019/680](#), **reg. 11**); 2020 c. 1, Sch. 5 para. 1(1)
- F4** Words in Art. 9(4) substituted (31.12.2020) by [The Solvency 2 and Insurance \(Amendment, etc.\) \(EU Exit\) Regulations 2019 \(S.I. 2019/407\)](#), regs. 1(2), **11(5)(a)** (as amended by [S.I. 2019/1390](#), regs. 1(4), **11(3)(c)**; [S.I. 2020/1385](#), regs. 1(2), **54(2)**; and with savings in [S.I. 2019/680](#), **reg. 11**); 2020 c. 1, Sch. 5 para. 1(1)

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Changes and effects yet to be applied to :

- Regulation revoked by [2023 c. 29 Sch. 1 Pt. 3](#)
- Art. 9(1) word substituted by [S.I. 2019/407 reg. 11\(5\)\(a\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(5) substituted immediately before IP completion day by S.I. 2019/1390, regs. 1(4), 11(3)(c))
- Art. 9(2) word substituted by [S.I. 2019/407 reg. 11\(5\)\(b\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(5) substituted immediately before IP completion day by S.I. 2019/1390, regs. 1(4), 11(3)(c))
- Art. 9(3) word substituted by [S.I. 2019/407 reg. 11\(5\)\(c\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(5) substituted immediately before IP completion day by S.I. 2019/1390, regs. 1(4), 11(3)(c))
- Art. 9(4)(c) word substituted by [S.I. 2019/407 reg. 11\(5\)\(d\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(5) substituted immediately before IP completion day by S.I. 2019/1390, regs. 1(4), 11(3)(c))
- Recital 53 Sentence 1 replacement by [EUR 2016/2283 Regulation](#)

Changes and effects yet to be applied to the whole legislation item and associated provisions

- Art. 177(2)(b) words omitted by [S.I. 2019/407 reg. 11\(25\)\(a\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(2)(h)(i) words omitted by [S.I. 2019/407 reg. 11\(25\)\(b\)\(ii\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(2)(h)(i) words substituted by [S.I. 2019/407 reg. 11\(25\)\(b\)\(i\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(2)(r) words substituted by [S.I. 2019/407 reg. 11\(25\)\(c\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(2)(s) words substituted by [S.I. 2019/407 reg. 11\(25\)\(c\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(2)(t) words substituted by [S.I. 2019/407 reg. 11\(25\)\(d\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(5)(a) words substituted by [S.I. 2019/407 reg. 11\(25\)\(f\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)
- Art. 177(5)(c) words substituted by [S.I. 2019/407 reg. 11\(25\)\(f\)](#) (This amendment not applied to legislation.gov.uk. Reg. 11(25)(39) omitted immediately before IP completion day by virtue of S.I. 2019/710, regs. 1(2), 22)