Management Discussion and Analysis

Each company has the opportunity to prepare a written analysis of their company’s risk-based capital results. This analysis is not a requirement. A company may explain special situations as it deems necessary. Companies should also give explanations where line items do not reconcile with amounts referenced to annual statement sources. However, modification of the risk-based capital formula is not acceptable. Factors, RBC amounts that go to the Calculation of Authorized Control Level Risk-Based Capital page (C-0, C-1cs, C-1o, C-2, C-3a, C-3b, C-3c, C-4a, C-4b), and the Total Adjusted Capital amount should not be overwritten. This written analysis should not be construed as the “RBC Plan” required in the Risk-Based Capital (RBC) for Insurers Model Act.