

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

**VALUATION AND RISK-BASED CAPITAL REQUIREMENTS
(PILLAR I), ENHANCED GOVERNANCE (PILLAR II)
AND INCREASED TRANSPARENCY (PILLAR III)**

CHAPTER VI

**SOLVENCY CAPITAL REQUIREMENT —
FULL AND PARTIAL INTERNAL MODELS**

SECTION 7

Validation standards

Article 241

Model validation process

1 The model validation process shall apply to all parts of the internal model and shall cover all requirements set out in Articles 101, Article 112(5), Articles 120 to 123 and Article 125 of Directive 2009/138/EC. In the case of a partial internal model the validation process shall in addition cover the requirements set out in Article 113 of that Directive.

2 In order to ensure independence of the model validation process from the development and operation of the internal model, the persons or organisational unit shall, when carrying out the model validation process, be free from influence from those responsible for the development and operation of the internal model. This assessment shall be in accordance with paragraph 4.

3 For the purpose of the model validation process insurance and reinsurance undertakings shall specify all of the following:

- a the processes and methods used to validate the internal model and their purposes;
- b for each part of the internal model, the frequency of regular validations and the circumstances which trigger additional validation;
- c the persons who are responsible for each validation task;
- d the procedure to be followed in the event that the model validation process identifies problems with the reliability of the internal model and the decision-making process to address those problems.

4 As part of the model validation process insurance and reinsurance undertakings shall assess the quality and independence of the validation. In the assessment of independence, undertakings shall take all of the following into account:

Status: Point in time view as at 10/10/2014.

Changes to legislation: Commission Delegated Regulation (EU) 2015/35, Article 241 is up to date with all changes known to be in force on or before 23 August 2024. 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)

- a in case of an internal validation process, the responsibilities and reporting structure of the persons involved in the process,
- b in case of an external validation process, the remuneration structure of the persons, including where applicable their employees or other persons acting on their behalf, who are involved in the process and any other mandates of these persons relating to the insurance or reinsurance undertaking.

Status:

Point in time view as at 10/10/2014.

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