

LICAT Ratios Summary

(Thousands of dollars, except percentages)



Insurance

Life Insurers are required, at 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.

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

Q4 2025 Report

		October 31, 2025	October 31, 2024	Change - %
Available Capital (AC1 +B)	(AC)	4,097,481	3,857,561	6%
Tier 1 Capital	(AC1)	3,572,880	3,343,856	7%
Tier 2 Capital	B	524,600	513,706	2%
Surplus Allowance and Eligible Deposits	(SA+ED)	1,407,818	1,346,902	5%
Base Solvency Buffer	(BSB)	4,170,677	3,844,543	8%
Total Ratio $([AC+SA+ED] / BSB) \times 100$		132%	135%	-2%
Core Ratio $([AC1+70\% SA + 70\% ED] / BSB) \times 100$		109%	112%	-2%
The reduction in Total Ratio in 2025 is primarily attributable to new business growth, partially offset by strong Retained Earnings growth and capital transfer from other RBC Insurance legal entities.				