
Contents

1	Introduction	1
1.1	Definition of the Problem	1
1.2	Research Gaps and Objectives	4
1.3	Structure and Methodology	8
2	Theoretical Background and State Of Research	13
2.1	Brexit—Withdrawal of the United Kingdom From the European Union	13
2.1.1	Background	13
2.1.2	Time Schedule	15
2.1.3	Current Discussions—Brexit Deal and the Insurance Market	17
2.2	Impact of Brexit on the Structure of the European Insurance Market	19
2.2.1	Introduction to the European Insurance Market	19
2.2.2	European Passport	21
2.2.3	State of Research	22
2.2.4	Research-Gaps and Questions	27
2.3	Impact of Brexit on the Stock Prices of European Insurance Companies	29
2.3.1	Efficient Market Hypothesis	29
2.3.2	State of Research	31
2.3.3	Research-Gaps and Hypotheses	35
2.4	Impact of Brexit on the European Supervisory Regime Solvency II	36
2.4.1	Theories of Insurance Supervision	36

2.4.2	Introduction to Solvency II	38
2.4.3	Structure of Solvency II	40
2.4.4	State of Research	51
2.4.5	Research-Gaps and Questions	56
2.5	Summary and Relevance of the Theoretical Background For Further Analysis	58
3	SFCR Content Analysis: Structural Changes due to Brexit	61
3.1	Methodology	61
3.2	Data Basis and Research Design	64
3.3	Summary of the Analysis Results	71
3.4	Relevance for Verification of the Research Questions	81
3.5	Representativeness of the Analysis and Limitations	86
4	Event Study: Impact of Brexit on the Stock Prices of EU- and UK-based Insurance Companies	89
4.1	Methodology	89
4.2	Data Basis and Indexation	91
4.3	Parameters of the Event Study	95
4.3.1	Event definition	95
4.3.2	Selection criteria	97
4.3.3	Estimation window	97
4.3.4	Abnormal return calculation	99
4.3.5	Testing framework	100
4.4	Summary of the Results	102
4.4.1	Results Event 1—Brexit Referendum	105
4.4.2	Results Event 2—Election in the UK	107
4.4.3	Results Event 3—Withdrawal of the UK from the EU	109
4.4.4	Results Event 4—Last-Minute Brexit Deal	111
4.5	Relevance for Verification of the Hypotheses	113
4.6	Representativeness of the Analysis and Limitations	119
5	Literature Review: Impact Of Brexit On Solvency II	125
5.1	Methodology	125
5.2	Literature Review	128
5.2.1	Literature Review on Equivalence	128
5.2.2	Literature Review on the UK Solvency II Review	133
5.2.3	Literature Review on the Financial Services and Markets Bill	146

5.3	Summary of the Analysis Results and Equivalence	
	Discussion	151
5.4	Relevance for Verification of the Research Questions	160
5.5	Representativeness of the Analysis and Limitations	163
6	Conclusion and Recommendations	167
6.1	Summary of the Results	167
6.2	Comparison with Research Questions and Hypotheses	174
6.3	Limitations	180
6.4	Recommendations for Further Research	184
	Literature	187