

Actuarial Association of Europe Solvency II Project – Monthly Report for Insurance Committee

25 November 2014

Activities in November

EIOPA issued a consultation paper on the risk free rate (EIOPA CP14/042) with a very short comment period (21 November 2014). A workshop with stakeholders was held in Frankfurt at 10 November. Dylan Brooks and Christoph Krischanitz have been there as representatives of AAE. The consultation paper is a technical document that describes methods used by EIOPA to define a risk free yield curve and how adaptations are calculated. EIOPA will publish these curves and adaptations from February 2015 on monthly. Our comments to EIOPA have been sent on Friday.

Siegbert Baldauf reported that German life assurance companies had to perform a calculation of their Solvency situation to test the supervisory measures of Omnibus II. A first result was published but was not very detailed. According to the timetable EIOPA will be publish the results of their Stress Test until end of November.

Esko Kivisaari informed about an upcoming meeting of the AAE-officers with EIOPA at 17 December. He will try to find out, why AAE has not been invited for two stakeholder meetings. On 16 January 2015, the officers will meet with Klaus Wiedner in Brussels. Input of the Solvency Project team is appreciated.

The Actuarial Society of Finland held a seminar in Helsinki. The theme was the IAIS deliberations on future International Capital Standards. One interesting part of the seminar came from Philip Keller who not only talked of considerations on the way to the ICS but also of the theoretical inconsistencies in Solvency II that resulted from the Omnibus II additions.

Next activities

According to the timetable, Set 2 of ITS and Guidelines will be published in the beginning of December. There will be a stakeholder meeting on 4 December in Frankfurt concerning the Set 2 of Guidelines. Siegbert Baldauf and Clemens Frey will be the representatives of AAE. After this meeting and after a first analysis of the papers Siegbert Baldauf will make a first allocation to the working groups. It is planned to arrange a telephone conference to discuss the procedure with the Project Team.

Considering the expected tasks for the Project Team, it was agreed that a meeting in Brussels could be beneficial to organize the work. A date early in January would suit best. Possible dates for a meeting in Brussels are now 7th or 9th January.