

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

**28 October 2014**

### IC - Meeting in Helsinki

Siegbert Baldauf gave a short overview over the meeting. The meeting of the Insurance Committee took place in Finland 2<sup>nd</sup> and 3<sup>rd</sup> October.

Project management reported on the developments in the solvency process since the April - meeting in Vilnius. EIOPA Stress Test, 1<sup>st</sup> set of ITS and 1<sup>st</sup> set of Guidelines had required most of the time of the working groups.

A mini-survey had been produced before the meeting where 22 national organisations contributed. The focus of the questionnaire was the process of implementing Solvency II in national legislation.

Standards Committee is working on a standard (ESAP) on ORSA. IC will start a new work stream to produce an Actuarial Note (EAN) on ORSA. The paper that has been submitted to EIOPA (still CEIOPS at that time) on ORSA could serve as a basis. A group of volunteers will have a first telephone conference after the S II Project Team conference call of October 28.

### Further proceeding with Solvency II

Currently there is no need for comments on existing papers of EIOPA or Commission.

According to the legal process, Delegated Acts (endorsed by Commission 10<sup>th</sup> October) are not subject to a consultation process. Council and Parliament can accept or reject. Nevertheless, they contain empowerments or mention open issues that might be of interest to working groups.

As ORSA is allocated to the Pillar 5 working group, this group might be involved in the development of the above-mentioned EAN. A paper on ORSA could also be of interest to other working groups. Therefore, it is recommendable to keep informed about the proceeding.

The application process for Internal Models seems to be different across the countries. The Internal Models working group will try to get an idea of the different treatment. Only a limited number of countries are represented in the working group. If assumed helpful to broaden the basis, IC could ask directly the representatives of

the national associations. In this case, the working group will make a proposal for a suitable questionnaire.

EIOPA is working on issues related to the risk free rate and adjustments of this rate. In the forthcoming guidelines there is also one paper related to the discount rates and the adjustments for the risk free term structure. It was agreed, that papers related to this issue should be shared with the project team.