

**REPORT  
of the Pensions Committee  
to the Meeting of the General Assembly  
in Copenhagen on 22 September 2017**

The Committee met once during the year, in Málaga, on 7 April 2017. The Chairperson is available to present an oral report of the meeting which will be held in Copenhagen on 22 September 2017.

**1. Transposition of the IORP II Directive into national legislation**

The Committee had a round table discussion seeking to share information and identify any issues that might be raised at European level. The discussion was lively and it appeared that potential issues could be quite different from country to country. It is still early in the process and the Committee members agreed to keep monitoring the developments.

A further round table followed, focusing on the current risk management practice and actuarial involvement in these. Areas of general concern included that:

Supervisors might adopt a copy/paste approach of Solvency II processes/measurement (either directly or through guidance) within pensions. This was a particular concern where there is a single Supervisor for both pensions and insurance.

The pensions community should collect arguments that make it clear that pension risks are unique and not necessarily the same as insurance. We should learn from insurers' journey – be inspired by Solvency II but change the approach where appropriate. That is why we decided to invite colleagues from the Insurance Committee/ Risk Management Task Force to our Copenhagen meeting.

It was further agreed that representatives from actuaries in the pension industry would be found to contribute to the Task Force on Risk Management.

**2. EIOPA'S EUROPEAN STRESS TESTS FOR IORPS**

We discussed the 2017 Stress Test EIOPA is conducting for IORPs. We participated with a small group of representatives to two informal consultations. The results are expected to come out just before Christmas this year.

**3. Various topics**

We further discussed:

- Negative interest rates and their technical consequences
- EIOPA's aspiration to develop a pan-European occupational DC pension
- The expected proposal from the European Commission a Pan-European Personal Pension (PEPP) product.
- The development of a European Actuarial Note on the Actuarial Function under IORP II. A draft for discussion is expected for the meeting in Copenhagen.

#### 4. **Social Security Subcommittee**

- The Mortality Task Force had 2 meetings lead by the new chairperson Yves Brys. However, Yves recently decided not to continue. There will be a search for a new chairperson.
- The Adequacy Task Force has continued its work and aims to deliver a report to the SSSC by September.
- The SSSC is developing a work plan for preparations for the AAE's eventual response to the 2018 Ageing Report and the 2018 Pension Adequacy Report.