

## REPORT TASK FORCE on RISK MANAGEMENT (for insurance and pensions)

Karel Goossens – 10 May 2017

1. The TFRM has been launched by the Officers on 4 November 2016.  
MA and Committees have been invited to nominate participants before the end of the year.
2. Today we have 22 participants :
  - We are pleased to observe the participation of the 6 MA with a RM structure in place
  - We are pleased to observe today (since Malaga meetings) the participation of 17 insurance experts, 2 pension experts, 3 investment experts.
3. The Officers have asked Gabor Pazstor (Hungary) to chair the TF and Danielle O'Sullivan (Ireland) to be the Deputy Chair, both have accepted.
4. The TFRM met twice since the beginning of the year :
  - It has agreed on the main objectives being knowledge sharing, promoting consistent approach, promoting actuaries in RM.
  - The TF considers a time line till the new board of the AAE following the strategic review is in place. It expects the new board to decide on the position of RM in the context of the AAE.
  - The action plan takes into account the objectives and the time line and is organized around 4 working parties :
    - The knowledge sharing will build on the ERM data base created in Ireland and will also try to understand how standards are applied in each local market.
    - The consistent approach will try to make an inventory of how SII elements such as transitional measures on interest rate, absorbing capacity of deferred taxes, contract boundaries, interaction AFH – RMFH are applied.
    - The promotion of actuaries has the intention to produce a position paper (building on the paper shared with EIOPA on the skills of the risk manager) and the fact that actuaries are best place.
    - The promotion of actuaries also plans a CRO conference with the participation of actuaries in the role of CRO coming from all

over Europe to find out about their experiences and expectations.

- Special attention will be paid to the role of actuaries in RM for pensions. The second IORP directive offers a lot of opportunities : lessons can be learned from SII and the profession can be more pro-active. We have now at least two experts on board and contacts are made.
5. A next face to face meeting is planned in the beginning of July to follow up on the action points.
  6. A draft ToR is prepared and presented for approval.