

## Macroeconomic and macroprudential impacts of climate change policies

Esko Kivisaari has come across an easy to read text on the macroeconomic consequences of climate change policies: <https://www.pii.ee.com/system/files/documents/pb21-20.pdf>.

He thinks it makes for excellent reading for anybody. He also thinks it is illustrative of what the AAE could be doing. He writes:

*"I mean, easily on climate change and green transition the AAE is talking the same things others are talking (and many of the others, like climate scientists, have much more to give to the discussion than actuaries).*

*But how about doing an analysis what climate change policies mean for, say, social security financing and pension funds? Maybe also what non-linear changes in valuations would do for insurers?*

*I have the feeling we could produce good thinking in this area. And such thinking would not only work for the benefit of societies but also make actuaries a relevant partner for the discussions with something original to give.*

*From the paper mentioned above we could get the basics and build on this with actuarial insights."*

Is there interest in developing such an analysis under the AAE banner? We could also explore macroprudential impacts as well as macroeconomic impacts, if there was a desire to focus RMC efforts more into the macroprudential area.

Malcolm Kemp