

REPORT OF THE ACTUARIAL STANDARDS SUBCOMMITTEE TO THE PROFESSIONALISM COMMITTEE 1 APRIL 2022

Since our last report to the Professionalism Committee (ProfC) on 1 October 2021, the Actuarial Standards Subcommittee (ASSC) reports the following.

European Standards of Actuarial Practice (ESAPs)

The ProfC and the AAE General Assembly approved the revisions of the ESAP 2 (Actuarial Function Report under SII) and the AAE Glossary which are published on the AAE websites in October 2021.

Next review in line is ESAP 3 (2017) [Actuarial practice in relation to the ORSA process under Solvency II](#), which needs to be combined with a next revision of the AAE Glossary. The ESAPs should respond to the evolving practices and therefore it may be needed also to consider the scope of the ESAP 3. The ASSC's proposal of the scope of the review and the creation of the ESAP 3 Review Task Force as been approved by the ProfC by electronic vote on 18 March 2022 ([link to the document on the ProfC agenda](#)).

No new ESAPs are under work.

European Actuarial Notes (EANs)

The ASSC has cooperated with the Roles of Actuaries Task Force in developing the EAN on Professional Judgement to meet the requirements of the AAE Style Guide. The ASSC report of the review and the due process follow-up is included in the ProfC agenda.

The ProfC agreed in October 2021 that the ASSC and the Insurance Committee, with practical help from IFRS 17 Working Group, will review the EU IFRS 17 proposal in relation to ISAP 4 and IAN 100 and make recommendations if an ESAP and/or an EAN is needed. The proposals are included in the ProfC agenda. The ASSC will support the IFRS 17 Working Group in developing the EAN as needed.

Standard setting activities in the IAA

The Actuarial Standards Committee has been developing a new model standard, ISAP7 on "Current Estimates" and Other Matters in Relation to the IAIS Insurance Capital Standards. The exposure draft and the related amendments to the IAA Glossary have been submitted for consultation with the deadline of 15th June.

Other matters

The ASSC has been working by emails. The updated work-plan is attached.

Hillevi Mannonen
Chairperson, Actuarial Standards Subcommittee
18 March 2022