

## **REPORT OF THE ACTUARIAL STANDARDS SUBCOMMITTEE TO THE PROFESSIONALISM COMMITTEE 21 MARCH 2023**

Since our last report to the Professionalism Committee (ProfC) on 1 October 2022, the Actuarial Standards Subcommittee (ASSC) reports the following.

### **European Standards of Actuarial Practice (ESAPs)**

The ESAP 3 Review Task Force (TF) of the ASSC has reviewed the ESAP 3 (2017) [Actuarial practice in relation to the ORSA process under Solvency II](#) and the AAE Glossary and prepared proposals for the exposure drafts. In addition to editorial updates to set them in line with the ESAP 1 and 2 some content related to sustainability risk / climate risks are included within the scope of the current SII regulation. The membership of the TF was completed with one new member when Siegbert Baldauf agreed to join the TF. The ASSC has approved the exposure drafts and proposes them to be submitted to the MA for consultation according to the due process.

No new ESAPs are under work.

### **European Actuarial Notes (EANs)**

The ASSC has supported the IFRS17 Working Group of the Insurance Committee in developing the EAN on IFRS 17. The ProfC approved the exposure draft for consultation ending 10 November. The comments were taken into account and the final EAN was approved by the General Assembly on 2 January 2023. The ASSC confirmed 28 November 2022 that the AAE due process was followed.

### **Standard setting activities in the IAA**

The Actuarial Standards Committee (ASC) has been developing a model standard, ISAP7 on “Current Estimates” and Other Matters in Relation to the IAIS Insurance Capital Standards. The ISAP7 has been approved by the ASC and the final approval by the IAA Council is expected soon.

The IAA (and namely its Climate Risk Task Force supported by the ASC) is reviewing various IAA documents incl. ISAPs in order to consider how and where climate risk issues should be addressed. In addition, a new ISAP 8 is considered to be developed to complement the International Sustainability Standards Board’s (ISSB) proposed standard on Climate related disclosures (IFRS S2).

## **Other matters**

The ASSC has held one virtual meeting and has otherwise been working by emails. The updated work-plan is attached.

Hillevi Mannonen  
Chairperson, Actuarial Standards Subcommittee  
2 April 2023