

ACTUARIAL STANDARDS SUBCOMMITTEE

VIRTUAL MEETING ON 20 MARCH 2023

15:00 – 16:10 CET

MINUTES

1. Welcome, adoption of the Agenda
 - Hillevi welcomed everybody to join the meeting. The agenda was approved and Hillevi agreed to keep the minutes.
2. ESAP 3 Review Task Force
 - Jules informed the ASC about the work of the ESAP3 Review Task Force. TF had prepared proposals for the ESAP 3 and the AAE Glossary revisions. Five documents were shared in advance for discussion
 1. ESAP 3 (2023) – Draft 2023.03.07
 2. AAE Glossary (2023) – Draft 2023.03.07
 3. ESAP 3 (2023) – Update step 1 – Draft 2023.03.07 (TC version)
 4. AAE Glossary (2023) – Draft 2023.03.07 (TC version)
 5. ESAP 3 (2023) – Update step 2 – Draft 2023.03.07 (TC version)
 - Documents 1 and 2 are the proposed updated versions.
 - Documents 3 and 4 show which changes have been applied to the latest approved versions of ESAP 3 and AAE Glossary as part of the “housekeeping” update. This step 1 has been processed to move the definitions from ESAP 3 to the AAE Glossary. It also has some minor redactional changes, including alignment with texts/wordings in ESAP 1 and ESAP 2.
 - Document 5 shows the real content changes (step 2) to ESAP 3. This document shows the changes compared to the clean version of document 3.
 - Overall the changes are limited in number and primarily can be traced back to Solvency II updates regarding sustainability risk (including climate risks).
3. ESAP 3 Revision
 - The proposal was discussed and the changes to ESAP3 approved with minor changes.
4. AAE Glossary Revision
 - The missing definitions of the ESAP 3 terms were included in the AAE Glossary, one new term “ORSA” added and definition of “ORSA process” updated accordingly. All definitions but one, “Model”, are in line with the IAA Glossary. The ASC approved the proposal with minor changes.
5. Next steps
 - The final Exposure Drafts will be proposed to the Professionalism Committee for approval to be submitted to the MA for consultation in its April meeting. The aim is to seek the final approval by the General Assembly in autumn.

6. AOB

- Hillevi informed the ASC about the IAA activities.
- The IAA (and namely Climate Risk Task Force) is reviewing various IAA documents incl. ISAPs in order to consider how and where climate risk issues should be addressed. This assesment may end up to review the ISAP 1.
- 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)
- ASSC report incl. the up-dated work plan to the ProfC will be sent for approval by email.

7. Next meeting - TBD