

REPORT OF THE ACTUARIAL STANDARDS SUBCOMMITTEE TO THE PROFESSIONALISM COMMITTEE 6 OCTOBER 2023

Since our last report to the Professionalism Committee (ProfC) on 21 March 2023, the Actuarial Standards Subcommittee (ASSC) reports the following.

European Standards of Actuarial Practice (ESAPs)

The exposure drafts of the updates of ESAP3 (2017) Actuarial practice in relation to the ORSA process under Solvency II and the AAE Glossary (2021) were submitted to the AAE member associations for consultation on 9th May. The consultation period ended 9th August. We received response from six AAE member associations. The feedback was reviewed and the final documents prepared. Based on the feedback some minor amendments on the wording of the ESAP3 were made. A summary of the responses to the consultation and the changes made are explained in the Task Force report. The final ESAP3 and the AAE Glossary are now proposed to the ProfC for approval and to be submitted for adoption by the General Assembly. All documents are included in the ProfC meeting agenda.

The attached workplan includes also the summary of the ESAP3 review process. The ASSC confirms that the AAE Due Process has been followed.

The ASSC presents its sincere thanks to the ESAP3 Review Task Force and its chairperson Jules Krijgsman van Spangenberg for their excellent work.

No new ESAPs are under work. Next review in line will be ESAP1. Since the ESAP1 is connected to the IAA's ISAP1 we need to coordinate the work with the IAA. The discussions with the IAA Actuarial Standards Committee (ASC) will follow.

European Actuarial Notes (EANs)

Nothing to report.

Standard setting activities in the IAA

ISAP7 on "Current Estimates" and Other Matters in Relation to the IAIS Insurance Capital Standards has been approved by the IAA Council in May.

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). The Actuarial Standards Committee is preparing the Statement of Intent on ISAP8.

The ASC is also preparing a Statement of Intent to develop an IAN on Professional Judgement based on the EAN3.

Other matters

The ASSC has been working by emails. The updated workplan is attached.

Hillevi Mannonen
Chairperson, Actuarial Standards Subcommittee
20 September 2023