

Highlights from the EIOPA Consultations Reporting and Disclosure & Own Risk and Solvency Assessment

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Level 3 consultation papers

- Reporting and Disclosure Requirements
- Guidelines on Own Risk and Solvency Assessment (ORSA)

 **Key highlights**

 **Next steps**



Agenda

- Reporting and Disclosure
- Own Risk and Solvency Assessment

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Quantitative reporting templates ('QRTs')

What has changed?

Financial
stability
information

Thresholds

Templates



Update implementation plans!

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Asset information

- Assets D1 - Detailed List of Investments
- Asset D4 - Investment Funds Look-through
- Information for each internal fund!



Talk to asset managers!
Automate systems!
Don't forget the SCR calculation!

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Solvency and Financial Condition Report and Regular Supervisory Report

- SFCR and RSR
 - Some content changes and some detail moved
- Summary
 - *“stable view of the level of granularity of the information that supervisory authorities will need to receive”*



Use report as a basis for implementation!

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Agenda

- Reporting and Disclosure
- **Own Risk and Solvency Assessment**

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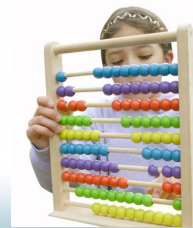
Assessment of overall solvency needs (G8)

- Express overall solvency needs in quantitative and qualitative terms
- All material risks should be quantified – even if challenging to do so!



Risk assessment!

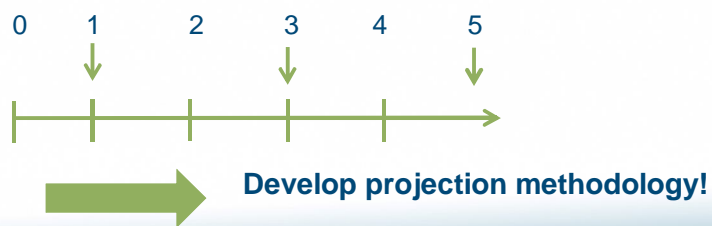
- Can use a range of approaches



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Forward-looking perspective (G9)

- Assess:
 - Ability to remain a going concern
 - Current and future risks
- No need to project each year!



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ORSA Documentation (G3)

- ORSA Policy (G4)
- Record of each ORSA (G5)
- Internal report on ORSA (G6)
- ORSA Supervisory Report
 - CBI online reporting tool



→ Start drafting these!

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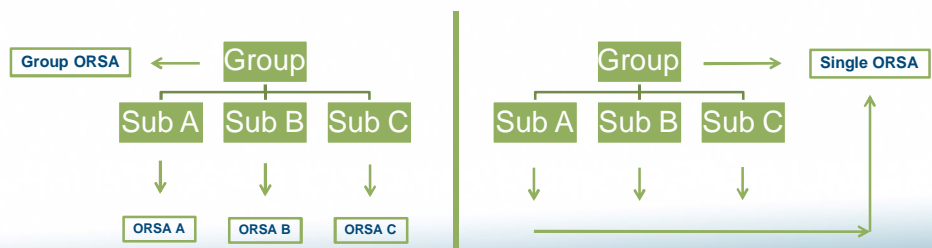
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Group ORSA (G15-21)

Groups need to prepare either:

(a) Solo ORSA for each subsidiary + a Group ORSA, or

(b) Single ORSA including the subsidiaries



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Group ORSA (G15-21) cont.

- Guidelines give further clarity:
 - Single ORSA does not exempt subsidiaries from their obligations
 - Explain how the subsidiaries' Board is involved in the assessment and approval
 - Results should be individually identifiable for each subsidiary



Ensure it is appropriate for you!

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Highlights from EIOPA Guidelines



- EIOPA - "*strongly encourages the industry to use the current report(s) in their early implementation*".



Use reports as a basis for implementation!

Questions

