



Institute
and Faculty
of Actuaries



Actuarial Association of Europe

What have we been up to and why should you care?

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23rd November 2017

Who we are

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Groupe
Consultatif
Actuariel
Européen

Represent
actuarial
associations in
Europe

36 member
associations in
35 European
countries

representing
over 22,000
actuaries

Meet twice a
year in Europe

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Vision



The vision of the Actuarial Association of Europe (AAE) is for **actuaries** throughout Europe to be recognised as the **leading quantitative professional advisers** in financial services, risk management and social protection, contributing to the **well-being of society**, and for European institutions to recognise the valuable role that the **AAE** plays as a **leading source of advice** on actuarial and related issues.

(Presenters' emphasis)

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Mission



The mission of the AAE is to

1. Represent member associations and provide objective, independent, professional advice to European institutions and stakeholders on all matters of actuarial relevance, in pursuit of the public interest.
2. Enhance the development and standing of the actuarial profession in Europe by, *inter alia*:
 - prescribing educational standards;
 - promoting professionalism;
 - supporting mutual recognition of actuaries among member associations; and
 - facilitating a consistent approach to actuarial work undertaken in the context of European regulation.
3. Provide opportunities for networking and encourage sharing of best practice among actuaries across Europe, both in traditional areas of work and in wider fields as actuaries extend their areas of involvement.

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Strategic Objectives



SO1: Enhance relations with European institutions

Establish and maintain relationships with key European institutions, so that the AAE can effectively provide them with high quality professional advice to improve the soundness of decisions from an actuarial perspective.

SO2: Promote Professionalism

Promote consistent standards of education and professionalism among actuaries in Europe.

SO3: Promote a European community of actuaries

Promote a European community of actuaries between AAE member associations, their members and the AAE.

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Strategic Objective 1: specific goals



SO1: Enhance relations with European institutions

- Play a prominent role in shaping the development of new European legislation, and in the review and refinement of existing legislation, affecting the work of actuaries in traditional areas and in wider fields as actuaries extend their areas of involvement;
- Reinforce existing relationships with the European Commission and EIOPA;
- Build and enhance relationships with the European Parliament and the Council of the EU; and
- Maintain contact with other European organisations such as industry and consumer protection bodies.

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Strategic Objective 2: specific goals



SO2: Promote Professionalism

- prescribe minimum requirements for the education of actuaries to be applied by member associations;
- facilitate continuing professional development of actuaries;
- ensure that all member associations have a code of professional conduct which reflects at least the requirements of the AAE's Code of Professional Conduct, and an appropriate disciplinary process;
- develop and maintain model standards of actuarial practice for work undertaken by actuaries in relation to EU regulatory requirements;

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Strategic Objective 2: specific goals



SO2: Promote Professionalism (contd)

- maintain a mutual recognition agreement which is consistent with the requirements of the EU Recognition of Professional Qualifications Directive;
- support the development and recognition of individual member associations;
- help to ensure that regulated actuarial work is performed by those properly qualified to undertake it and subject to relevant professional and technical actuarial standards; and
- support the development and recognition of actuarial work in wider fields as actuaries extend their areas of involvement.

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Strategic Objective 3: specific goals



SO3: Promote a European community of actuaries

- encourage the exchange of information and ideas;
- facilitate networking between actuaries, especially in wider fields;
- strengthen awareness among member associations and their members of the work of the AAE; and
- facilitate mutual assistance between member associations.

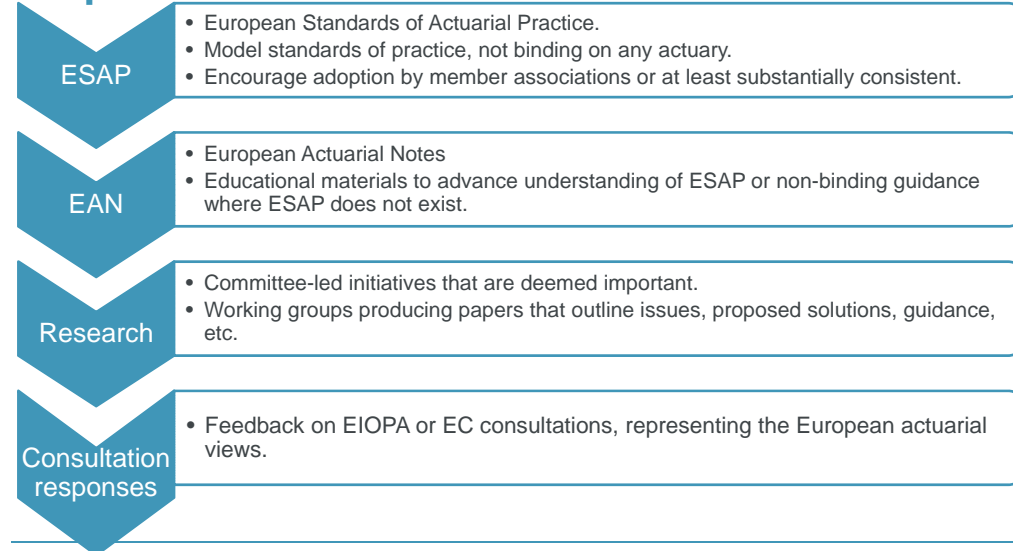
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How we work

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Output

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ESAP

ESAP 1: General actuarial practice - 2014

ESAP 2: Actuarial function report under Solvency II – 2016

ESAP 3: Actuarial practice in relation to the ORSA process under Solvency II - 2017

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Actuarial function report and holder

Similarities



- ☐ Insight and interpretation of SII directive.
- ☐ Guidance on TPs and other sections.
- ☐ Expectation of AFH.

Differences



- ☐ Level of detail in guidance.
- ☐ Adoption of ESAP2.
- ☐ Compulsory AFH.

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Big data and cyber risk



Big data

- InsurTech.
- Education.
- Actuaries and data scientist.
- Role of actuaries.



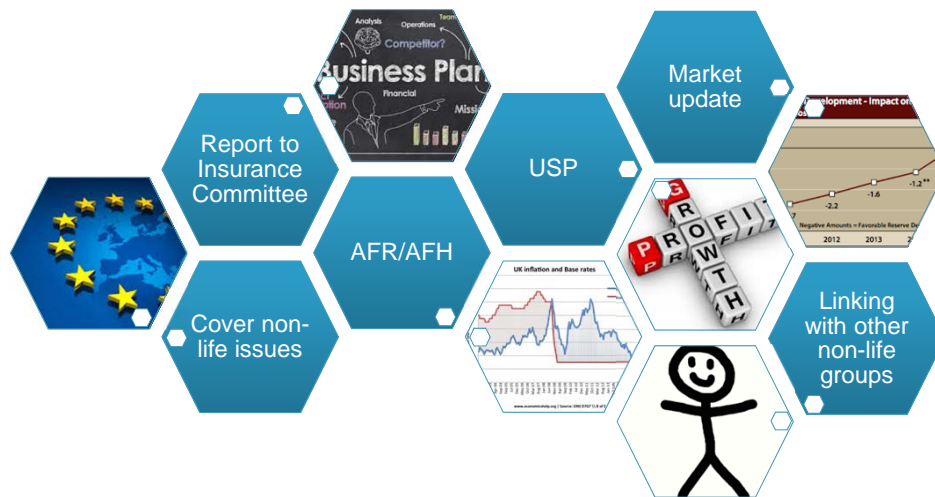
Cyber risk

- Response to EC consultation.
- Level of security.
- Feedback on role of EC.
- Public interest.

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Non-Life Working Group

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Other relevant AAE Task Forces and working groups

Risk management

Consumer protection

Roles of actuaries

Impact of low interest rates on lapses

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Other pan-European issues

Insurance Block Exemption Regulation

General Data Protection Regulation

Pan-European Pension Product

Solvency II

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Updates from key European influencers

EIOPA Insurance and Reinsurance Stakeholder Group

European Commission High-level Expert Group on Sustainable Finance

AAE meetings with EIOPA and European Commission

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So what? What this means to you...

Awareness

Mobility

Brexit?

Opportunities to get involved

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Questions

Comments

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