



Institute  
and Faculty  
of Actuaries

# Risk Outlook

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**It is vital we  
know the  
public interest  
risks we are  
facing.....**

**..... help us  
make sure we  
capture the  
right ones!**

# Risk Outlook

- ❖ Joint Forum on Actuarial Regulation (JFAR)

Risk Perspective project

[https://frc.org.uk/Our-Work/Publications/Actuarial-Policy-Team/Discussion-Paper-JFAR-a-risk-perspective-\(October-File.pdf](https://frc.org.uk/Our-Work/Publications/Actuarial-Policy-Team/Discussion-Paper-JFAR-a-risk-perspective-(October-File.pdf)

- ❖ Regulation Board initiative
- ❖ Risk Outlook working party
- ❖ Information gathering with Practice Boards and Regional Societies



# Risk Outlook

- ❖ Risk Outlook Working party
- ❖ “To develop a view of risks to the public interest in connection with actuarial activity”





**FINANCIAL TIMES**  
Fury over XYZ's role in  
Independent failure



# Risk Outlook

What are the risks to the public interest in connection with actuarial activity?

- ❖ Cause
- ❖ Event
- ❖ Consequence



## What are the risks to the public interest which arise in connection with actuarial activity?

Education syllabus does not meet needs of tomorrow's commercial environment	IFoA members interpret the application of standards differently especially in an international context
Actuaries fail to keep their skills relevant to the changing world	Actuaries rely too much on models and their outputs
Actuaries rely too much on data analytics	Actuaries fail to recognise their personal limitations
Over-regulation creates a tick-box mentality among actuaries and stifles innovation	Senior actuaries do not respond appropriately to challenge from junior colleagues
Actuaries' commercial interests override professional responsibilities	Actuaries do not respond to the cyber economy including cyber risk

# Any questions!

