Agenda

- What is proposed and why
- What are the concerns
- Measuring pension solvency
- The difference between life insurance and pensions
The story to date – revision of the IORP Directive

• April 2011 – Call for Advice
• January 2012 – EIOPA response
• October 2012 – QIS launched
• December 2012 – Calculations to be completed
• June 2013 – QIS report
• H1 2013 – further work on sponsor support
• July 2012 – proposed text for revised Directive

Some of the issues...

• Time
• Apples and oranges
• Complexity
• Proportionality
• Technical issues
• Common basis
• Level of security
• Supervisory responses
Solvency II

- Explicit
- Market based
- Risk based

- 99.5%

Pension costs are too high because...

- The calculations are wrong
- The calculations are not comprehensive
- The methodology is wrong
- The assumptions are wrong
- The benefits are wrong
Questions or comments?

Expressions of individual views by members of The Actuarial Profession and its staff are encouraged. The views expressed in this presentation are those of the presenter.