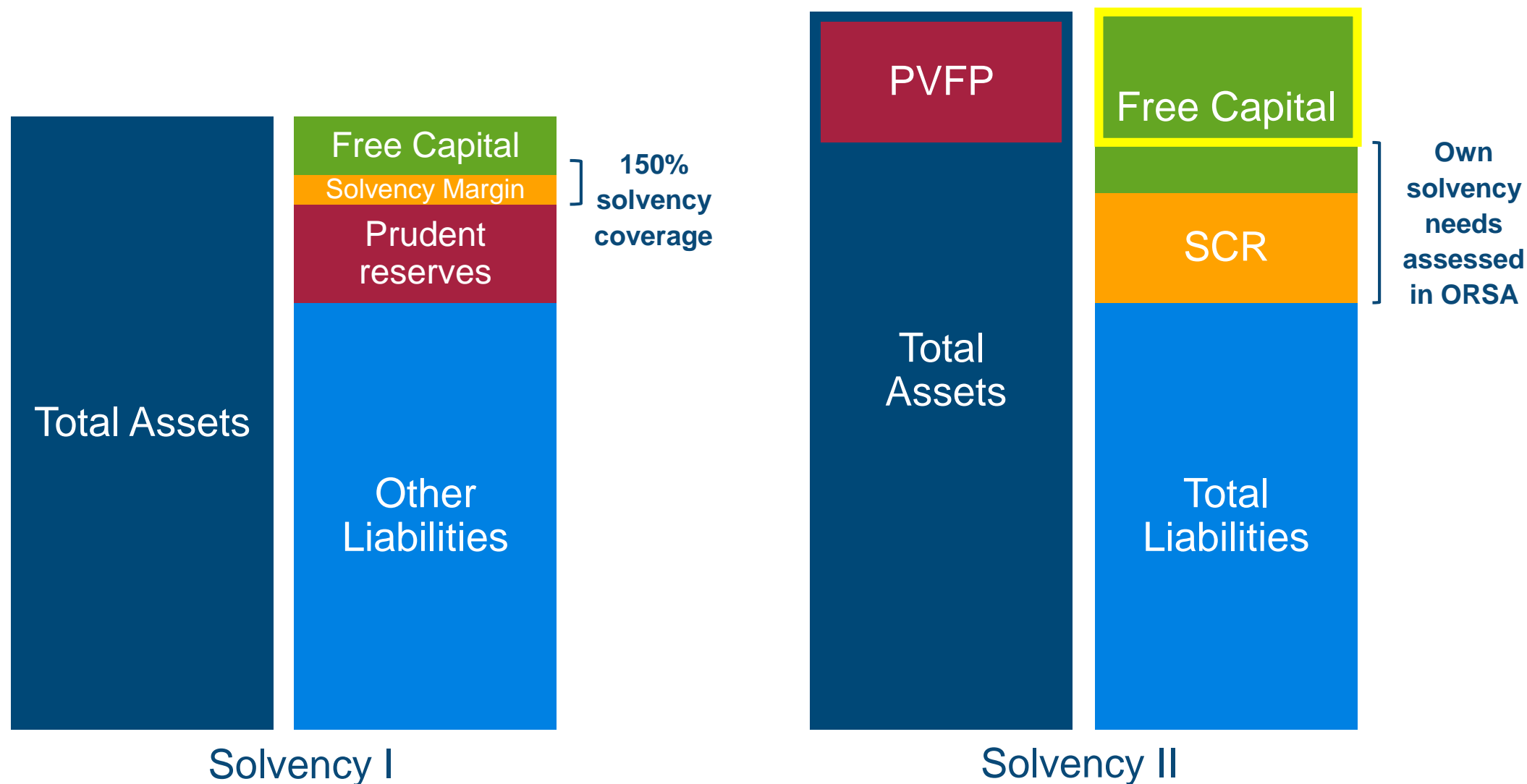




# Six ideas for capital management under Solvency II

Sinead Clarke  
08 November 2016

# Capital management under Solvency II



# Why is it a hot topic?



## Capital Management Policy

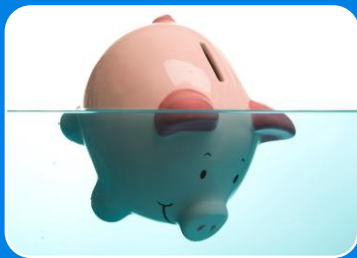
**Solvency Cover**

**Asset Liability Matching**

**Liquidity Needs**

**Own Funds – cost and quality**

# Six ideas to improve capital efficiency (1)



Subordinated Debt or  
Contingent Debt



VIF Monetisation



Longevity Risk transfer

## Six ideas to improve capital efficiency (2)



‘Clever’ reinsurance



Corporate restructuring



Unit-linked matching

# The future...

## Capital Management Strategy

**Optimise capital efficiency**

**Address liquidity needs**

**Free up cash for dividends**

**Without compromising Overall  
Solvency Needs**



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## Relevant links...

- [The Business of Risk - Capital Efficiency blog series](#)
- [Capital Management in a Solvency II World](#)
- [Capital Management in a Solvency II World: A non-life perspective](#)
- [Unit Linked matching considerations under Solvency II](#)
- [ORSA: Beyond the regulation](#)



These slides are for general information/educational purposes only. Action should not be taken solely on the basis of the information set out herein without obtaining specific advice from a qualified adviser.

# Thank you

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