

Solvency II – Agenda for 2014

Milliman Breakfast Briefing
23rd September 2014

Solvency II Regulatory Timetable



CBI Preparatory Guidelines

	PRISM Rating High & Medium-High	PRISM Rating Medium-Low & Low
Submission of Information	<p>2014: Prepare reporting systems</p> <p>2015: Submit annual (as at YE 2014) & quarterly templates (as at Q3 2015)</p>	<p>2015: Prepare reporting systems</p>
Systems of Governance	<p>2014: Subject to all guidelines</p>	<p>2014: General requirements apply</p> <p>2015: Key functions established & associated requirements apply</p>
Forward Looking Assessment of Own Risks (FLAOR)	<p>2014: Perform & report on overall solvency needs</p> <p>Report using own structured report</p> <p>2015: Perform & report on overall solvency needs and</p> <ul style="list-style-type: none"> ▪ Compliance on a continuous basis ▪ Deviation from SCR assumptions <p>Report using own structured report</p>	<p>2014 & 2015: Perform & report on:</p> <ul style="list-style-type: none"> ▪ Overall solvency needs <p>Report using CBI ORSA tool</p>

Results of recent Milliman survey



Solvency II Readiness Assessment Tool - Benchmarking

Summary - Full Solvency II		Weighted Average
Pillar 1	P1 - Assets and Liabilities	3.8
	P1 - Technical Provisions	3.0
	P1 - Data Quality	3.1
	P1 - Assumptions	3.6
	P1 - Own Funds	3.4
	P1 - Capital Requirements	3.6
	P1 - Internal Models	2.7
Pillar 2	P2 - Governance	4.0
	P2 - Risk Management System (RMS)	3.6
	P2 - Own Risk and Solvency Assessment (ORSA)	2.7
Pillar 3	P3 - Solvency and Financial Condition Report (SFCR)	1.4
	P3- Regular Supervisory Report (RSR)	1.4
	P3 - QRT - Annual solo	1.9
	P3 - QRT- Quarterly solo	2.0
Other	O - Strategic considerations	3.1

Agenda

- FLAOR and Pillar 3 Andrew Kay
- Written Governance Policies Mike Claffey
- Actuarial Function/Report Ger Bradley
- CBI Reserving Requirements Ger Bradley