



IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

NAIC ComFrame Development and Analysis (G) Working Group

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IAIS role as international standard setter

- Promote **effective and globally consistent supervision** of the insurance industry in order to develop and maintain fair, safe and stable insurance markets for the benefit and protection of policyholders; and to
- Contribute to **global financial stability**.

ComFrame an Overview

Module 1

Identification of
IAIGs

Process of
identifying IAIGs

Scope of
supervision

Identification of
GWS

Module 2

IAIG's legal and
management
structures

Governance

ERM

ERM Policies

Capital adequacy
assessment

Module 3

Group-wide
supervisory process

Supervisory
colleges,
cooperation and
coordination

Crisis management
and resolution
measures among
supervisors

ComFrame the Journey to date – Development to Field Testing

- Development began in July 2010
- 3 consultations each year from 2011 to 2013
- Development nearly complete – June 2014
- Field testing – first meeting of Field Testing Task Force (FTTF) in May 2013

Field Testing – the evolution

- Scope increase – Financial Stability Board (FSB) announcement about Backstop (as it was then) Capital Requirement (BCR) in July 2013
- FTTF began meeting with Higher Loss Absorbency Drafting Group (HLADG) from July 2013 onwards
- Valuation basis in quantitative field testing to be used for BCR field testing
- Another scope increase – IAIS announcement it would develop the Global Insurance Capital Standard (ICS) as part of ComFrame in October 2013
- Plans prior to announcement of BCRs and ICS not inconsistent with plans after announcement

Field Testing – the achievements

- Module 1 field testing launched in October 2013 – analysis to be complete by June 2014
- Quantitative field testing launched on 21 March – Workshop here on 28 March
- Related – BCR consultation begun in December 2013

The timeline

- 2014 – BCR
- 2015 – HLA
- 2016 – ICS
- 2018 – Adoption of ComFrame including ICS

Field Testing

- Quantitative Field Testing
 - Begun March to May 2014
 - 2nd quarter 2015 - 2018
- October 2014 onwards – qualitative field testing

Consultations

- ICS and HLA – end 2014
- ComFrame + ICS – end 2015
- ComFrame + ICS – end 2017



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Thank you

