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

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<td>Governance</td>
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**IAIS**
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
Thank you