

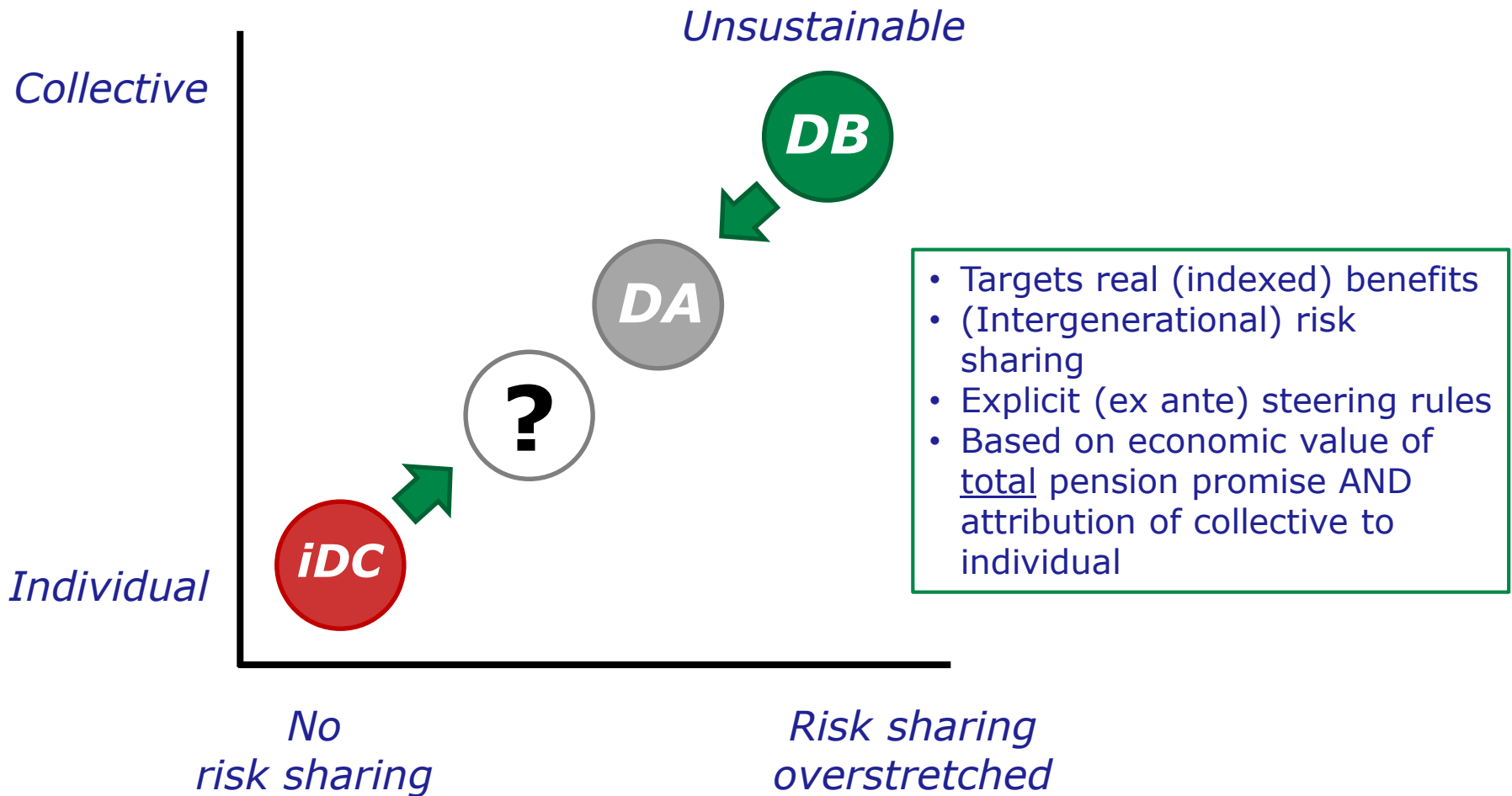
Dutch perspective on IORPs stress test 2015

Event Luiss Guido Carli on IORPs stress test 2015
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Dutch style DC with risk sharing

Best of both worlds: hybrid between DB and DC



Dutch concerns w.r.t. EIOPA's stress test

- Dutch use market yields for valuation liabilities
 - Low funding ratios due to low interest rates
- Many Dutch IORPs used stochastic calculations
- Many shortcomings EIOPA's Common Methodology (HBS)
 - Complex (and expensive), many choices to make, difficult to compare, unreliable, confusing, interpretation difficult, no focus on stakeholders
 - Unclear how different signals between national balance sheet and HBS should be used
- DC stress test better suited to test impact on members
 - Projections more relevant than valuation (funding ratio)
 - Confusion in report between valuation and expectation