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CONGRESSO NAZIONALE degli ATTUARI



International Actuarial Association
Association Actuarielle Internationale

IAA – Topical Issues

12th National Actuarial Congress

Gábor Hanák

President-elect of the IAA (2018)

Rome, 21 November 2018

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An introduction to the IAA

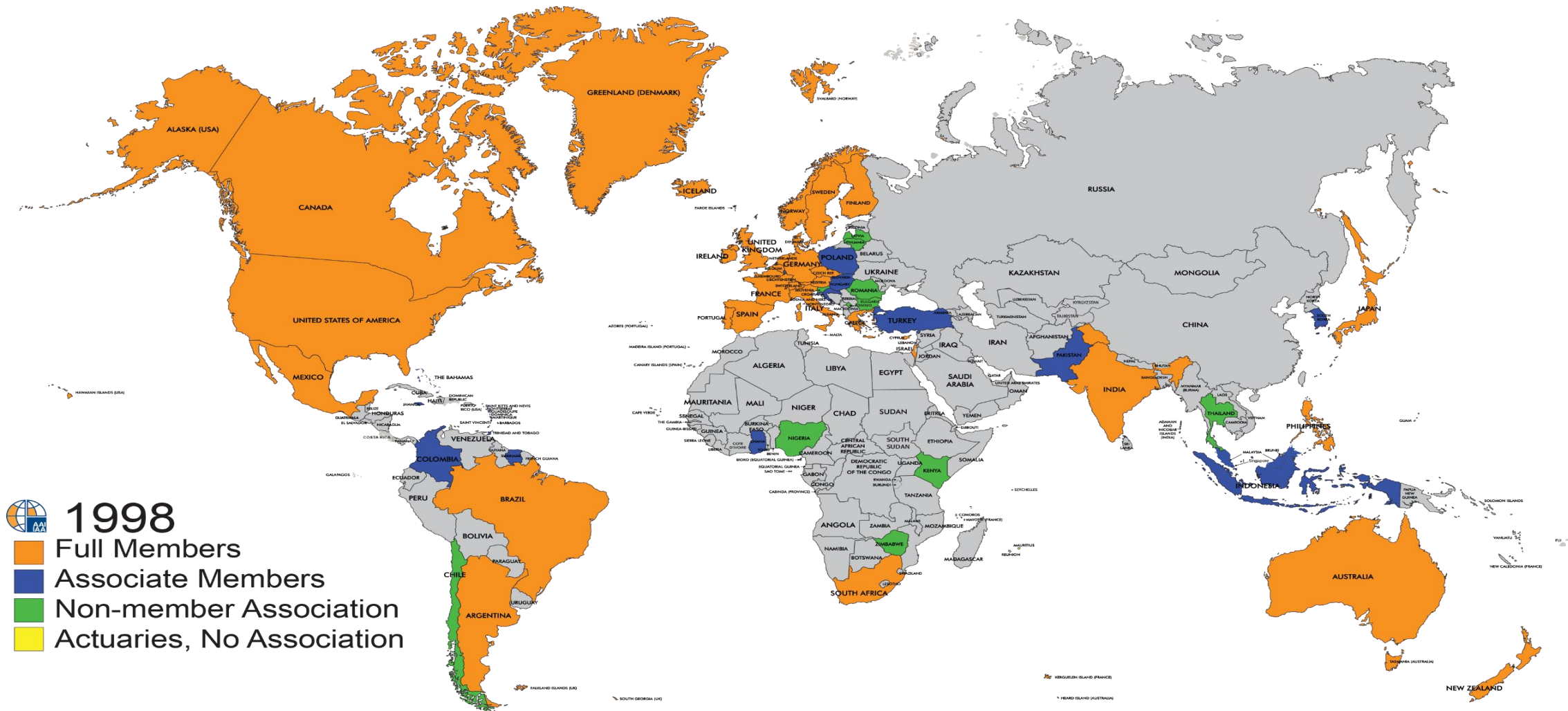


International Actuarial Association
Association Actuarielle Internationale

About the IAA

- Founded in 1895, and reformed in 1998 with a new constitution, the International Actuarial Association (IAA) is the worldwide association of professional actuarial associations
- 74 FMAs (Full Member Associations)
- 25 AMAs (Associate Member Associations)
- Representing 70,000+ Actuaries in 115+ countries
- * Ecuador is expected to become the 100th member on 1 December

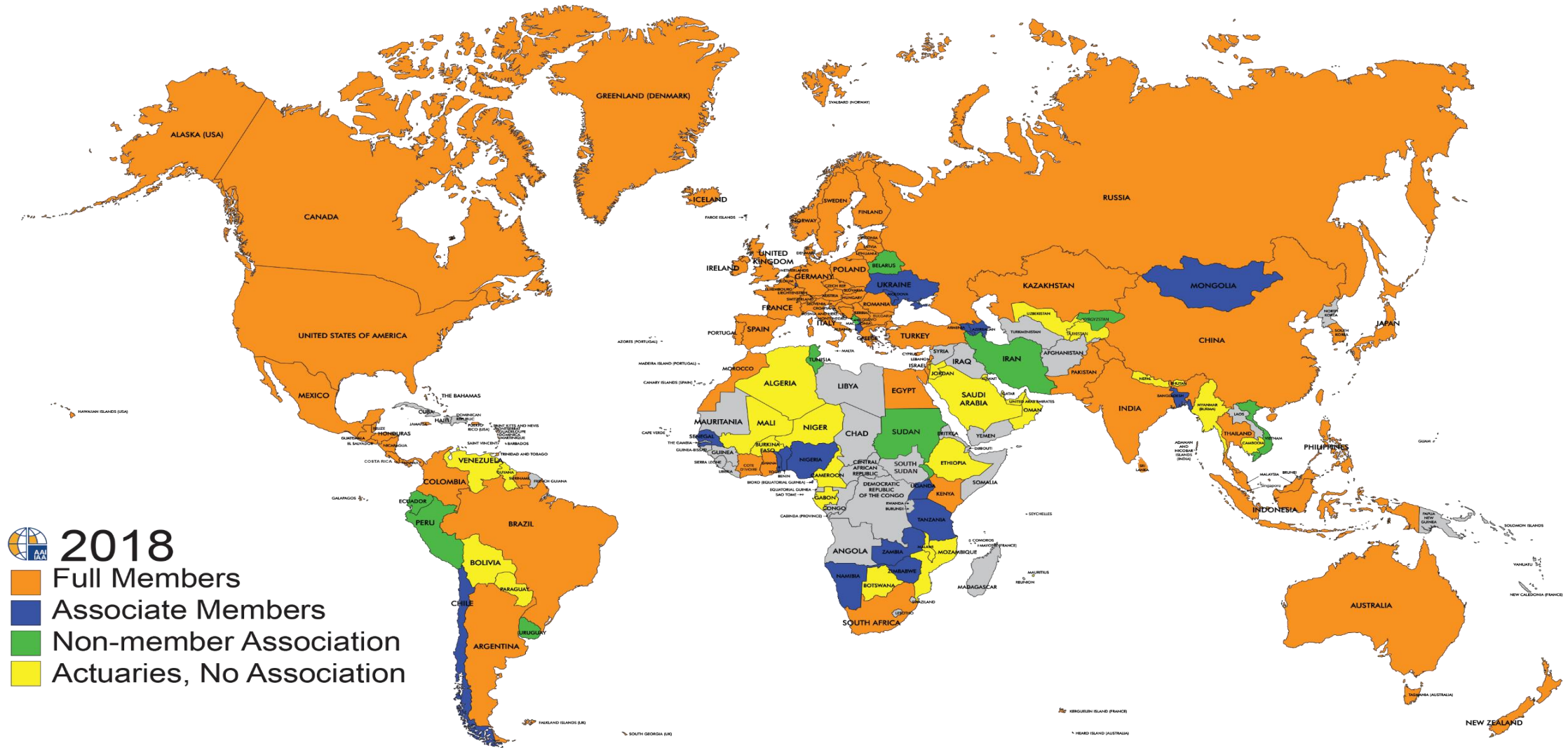
The IAA's Membership in 1998



1998

- Full Members
- Associate Members
- Non-member Association
- Actuaries, No Association

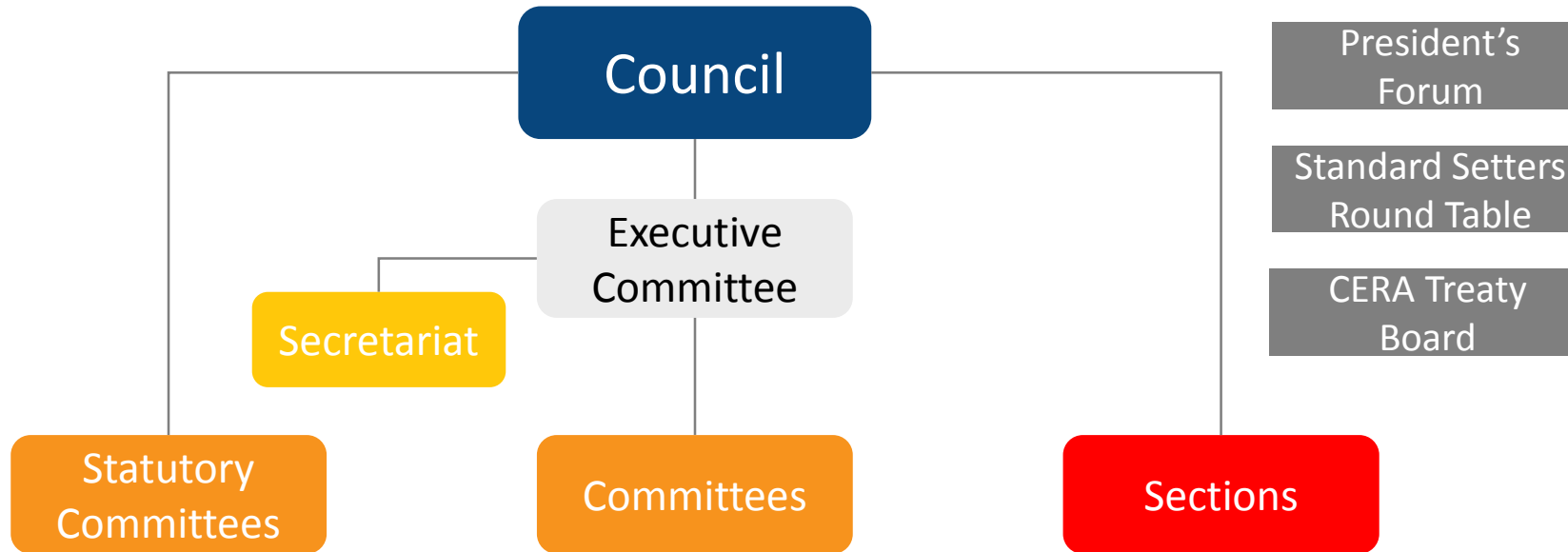
The IAA's Membership in 2018



About the IAA

- Council and committees meet twice a year
- 800+ volunteer actuaries
- 300+ conference calls annually
- Seminars, Webcasts
- Sections host Seminars and Colloquia
- International Congress of Actuaries every 4 years

IAA Organization Chart



The IAA Committees (1/2)

Membership

Actuarial
Standards

Advice and
Assistance

Education

Enterprise and
Financial Risk

Health

General
Insurance

Insurance
Accounting

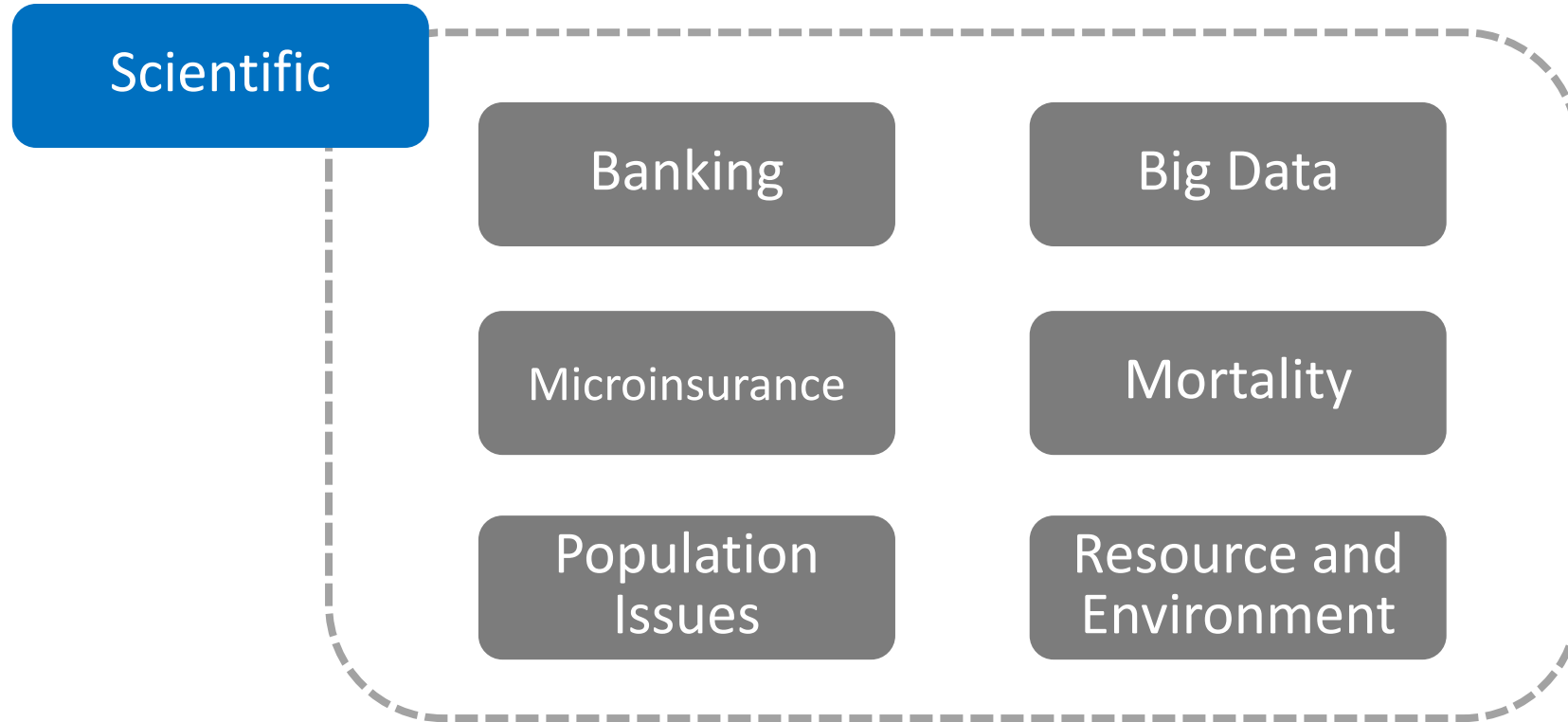
Insurance
Regulation

Pensions and
Employee Benefits

Professionalism

Social Security

The IAA Committees (2/2)



The IAA Sections

- 7 special interest Sections for individual actuaries
- 5000+ Section members

Actuarial Approach
for Financial Risks

Actuarial Studies in
Non-life Insurance

Actuaries Without
Borders®

Health Section



International
Association of
Consulting Actuaries

Life Section

Pensions, Benefits,
Social Security

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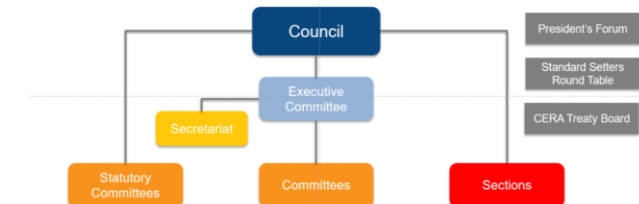
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Restructuring the IAA

IAA Restructuring

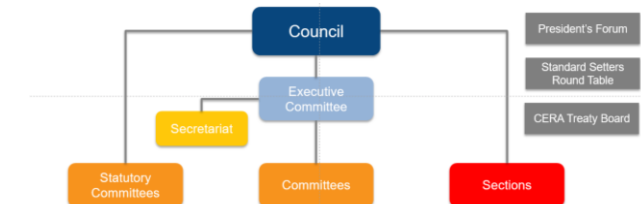
- **There are a number of good things about the IAA**
 - External stakeholders esteem the IAA as the voice of the global actuarial profession
 - Great brand, respected and seen as adding value
 - Competent, skilled and committed volunteer team
 - New overall strategy is close to adoption with 3 Missions / SOs
 - Influence: Supranational Relationships
 - Assure: Promotion of the Profession
 - Advance: Development of Competence



IAA Restructuring

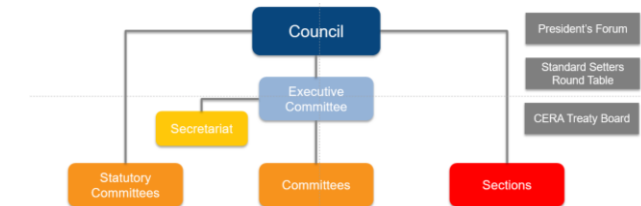
- **Reasons for improvements**

- There are too many IAA entities and the operation is too complex (3 statutory committees, 13 committees reporting to EC, 6 WGs, 7 Sections)
- Execution of the IAA Strategy is considered not effective enough
- EC does not have the ability to provide strategic direction to all IAA entities
- Perception of not appropriate balance between top down vs bottom up leadership



IAA Restructuring

- **Expected discussions before and during the Mexico City meetings**
 - Pre-Council webinars; 6 November and 14 November
 - Town Hall Meeting; 28 November
 - Presidents Forum; 1 December
 - Council; 1 December





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Quality Assurance Initiatives on the IAA on IFRS17

An actuary providing actuarial services to an insurer reporting under IFRS

The management of the insurer will rely on the expertise of actuaries:

- nature and complexity of the actuarial considerations
- opinions, judgments in selecting methodology, assumptions
- calculations including sensitivity analyses
- reviewing and presenting the results

As a good practice to be followed, a fit and proper (S2) actuary should prepare and sign-off an internal report to the insurer. Appropriately qualified members of an IAA FMA would be fit and proper.

Such reporting and sign-off will enhance the credibility of the financial statements prepared by insurers in complying with IFRS 17 and hence it will contribute to the public good



An actuary providing actuarial services to an auditor of an insurer reporting under IFRS

Same arguments as above for the auditor

As a good practice to be followed, a fit and proper (S2) actuary should prepare and sign-off a SEPARATE internal report to the auditor.

Such reporting and sign-off will enhance the credibility of the audit opinion on financial statements of insurers and hence it will contribute to the public good. When insurers' financial statements are regulated then such reporting and sign-off will also help the work of the regulator or supervisor.



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Thank you for your attention



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