



Impact of Globalization in the Actuarial Profession Regulation & Financial Reporting

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- **International Regulatory Bodies**
- **Global Pressures for Change**
- **Regulation Issues & Trends**
- **Financial Reporting Issues**
- **Impact & Opportunities**

International Regulatory Bodies

- **Bank for International Settlement (BIS) - Basel Committee for Banking Supervision (BCBS)**
- **International Organisation of Securities Commissions (IOSCO)**
- **International Association of Insurance Supervisors (IAIS)**
- **International Accounting Standards Board (IASB)**
- **International Network of Pensions Regulators & Supervisors (INPRS)**

- **Financial Convergence - Joint Forum**
- **Increased Financial Instability - Financial Stability Forum (FSF)**
- **Global Standards & Practice for Regulation**
 - ✓ **IMF & World Bank**
 - ✓ **International Actuarial Association (IAA)**
 - ✓ **International Federation of Accountants (IFAC)**
- **Increased Market Discipline via Disclosure**
- **Consolidation & Globalization - Common Meaningful Reporting**

- **More Risk Sensitivity not Rules Based**
- **Strengthen Supervisory Oversight & Capacity**
- **Increased Reliance on Market Discipline**
- **Integrated Regulation**
- **More International Regulatory Cooperation**
- **System Stability & Macro Perspective as well as Micro (Firm) Perspective**

- **Principles Based International Standards**
- **Market Value not Historical Cost**
- **Asset/Liability Approach not Deferral & Matching of Revenues & Expenses**
- **Best Estimate Liability with Market Value Margin**
- **No Prudence or PAD or Solvency Margin**

- **More Stochastic Approaches & Modelling**
- **International Actuarial Standards of Practice**
- **International Regulatory Capital Standards**
- **Actuaries and the Regulatory Regime**
- **Improved Regulatory Resources**
- **Analysis of Financial Information**

Useful Websites



- **BIS - www.bis.org**
- **IAIS - www.iaisweb.org**
- **IASB - www.iasc.org.uk**
- **FSF - www.fsforum.org**
- **INPRS - www.inprs.org**
- **OECD - www.oecd.org - Insurance & Pensions**
- **IMF - www.imf.org - Standards & Codes**
- **IAA - www.actuaries.org**
- **IFAC - www.ifac.org**