



International Association for the  
Study of Insurance Economics

# Études et Dossiers

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# Towards a common Global Solvency Standard

Morag Fullilove


## Group of North American Insurance Enterprises (GNAIE)





## Mission

To influence the development of international accounting and financial standards to ensure they result in high quality, robust standards for insurance enterprises



## Activities of GNAIE

- **Research Committee**
  - Focused on developing research
  - Life and Non-Life Principles
- **Accounting Convergence Committee**
  - Review issues on IASB/FASB Agenda that affect the insurance industry
- **Solvency Committee**
  - Examination of international solvency proposals



## Why The Attention?


- Solvency is not a just a European issue
- Competitive Landscape
  - Capital Attraction
  - Global Regulatory Climate



## Why The Attention?

### Global Influence

- Building a Better Mousetrap
- Principles Based
- Risk Sensitive
- Recognition of Risk Management Process
- Impact on International Standards
- Expect Melding of Regulation



## Areas to Watch

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### Issues

- Practical Application
- Recognition of the Nature of Insurance
- Evaluation of Models
- Unique Aspects of Non-Life Products
- Overly Proscriptive Additions