IMIF - Internal Model Industry Forum – Ireland Introduction

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IMIF Purpose and Objectives: *Creating value through internal models*

- Understanding challenges for the insurance industry in complying with Solvency II regulation for Internal Models.
- Understanding the stage of maturity of industry in embedding Internal Models, as a key tool of risk and capital evaluation.
- Identifying the current gaps and best practices in the Industry.
- Ensuring alignment in the industry including good balance between pragmatic solutions and regulatory requirements.
- Enabling a communication channel with the regulator, industry associations (e.g. IRM, IFoA, ABI) and other stakeholders (i.e. consulting firms).
IMIF scope and key topic areas

- Validation Framework (IMV)
- Use of Internal Models (IM)
- Methodology
- Culture & Transparency
A strong industry forum

Over 40 life and non-life insurance players represented
Over 400 forum members
The IMIF’s contribution so far

Kick off meeting June 2014
30+ Steerco meetings
12 workstreams
8 Forum meetings
7 booklets
4 ‘use’ case studies
2 Industry surveys
1 webinar
Speaking opportunities
Articles in the press
IMIF published guidance

Available at www.theirm.org/imif
Advanced uses of internal models – case studies

Available at www.theirm.org/imif
2017 and beyond

• First wave of internal model approvals is complete
  – Feedback from firms
• International regulation continues to develop
  – Insurance and banking
• Objectives set out in 2014 remain relevant
Expanding delivery

• Continue with White Papers
• Continue with surveys
• Build roundtables to increase dialogue between regulators and industry
• Introduce published roundtables to raise awareness of key topics
• Further events (e.g. ABI)
White Papers for 2017/2018

• From Validation to Model Risk
• Incorporating Insurance into Operational Risk Models
Further Topics for 2017/2018

- Competencies for Validation function
- Questions for Non-Executives
- Lessons learnt on Board validation reports
- Future of Internal models
- Suggestions from the floor?
Questions?

For Information: www.theirm.org/imif