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EUROPEAN INSURANCE
AND OCCUPATIONAL PENSIONS AUTHORITY

EIOPA pension data request

EIOPA Occupational Pensions Stakeholder Group meeting
Frankfurt, 20 June 2017

Background note on Pension data requests



1. What is the issue about?

- Collection of data on IORPs and, where relevant, occupational pensions business of insurers (as defined in IORP Directive)

2. Why is the issue on the agenda?

- To inform stakeholders and gather initial reactions

3. What are the next steps?

- Launch public consultation following BoS decision on 28/29 June.

1. Objectives of the initiative
2. Scope of the data collection
3. Content:
 1. General information
 2. Balance sheet and asset data
 3. Input to valuations
 4. Flow data
 5. Cross-border data

1. Objectives

- ✓ **Consolidate and streamline all quantitative reporting** (to EIOPA) on IORPs – one single reporting template for NCAs
- ✓ Generally improve reporting processes and to make the process of data collection significantly **more efficient**
- ✓ Further enhance efficiency through **one set of taxonomy and definitions** that is in line with ECB requirements (including Eurostat and OECD definitions, where relevant)

1. Objectives cont'd

- ✓ To improve data collection for the duties included in articles Articles 18 and 32 of the EIOPA Regulation:
 - To **monitor and assess market developments** in the area of occupational pensions
 - To **undertake economic analyses of markets**, with a view to:
 - detect emerging risks and threats of adverse developments which may seriously jeopardise the orderly functioning and integrity of financial markets or the stability of the whole or part of the financial system in the EU and
 - assess relevant micro-prudential trends, potential risks and vulnerabilities and their impact on potential market developments on the institutions with EIOPA's scope of competences.

- IORPs and, where relevant, occupational pensions business of insurers (as defined in IORP Directive)
 - Aggregated data from all Member States
 - Individual IORP data if balance sheet is equal or higher than one billion Euros or, at the minimum, a limited amount of IORPs in each Member State.
- National valuation requirements or local GAAP for technical provisions and reserves, assets in market values (maintaining current reporting requirements)

- What:
 - o Aggregated data:
 - Basic data (number, assets, liabilities) split by types of IORPs (IORPs, Article 4, Article 15 (1))
 - Data on market concentration and penetration ratio's
 - o Individual data:
 - Information on the IORP type, number of schemes, number of sponsoring undertakings
 - Information on security mechanisms applied over the reporting year and sponsors' obligations/rights.

- Why:
 - o To understand the market and its trends.

3.2 Content: balance sheet and asset data

- What:
 - o Key balance sheet items are reported
 - Based on current FS and MDR reporting
 - o Maintain break-down of investments
 - Preserve current statistics
 - Complement to enable deeper analysis of asset holdings:
 - Asset-by-asset reporting (assets held for investment purposes)
 - Look-through for investment funds (other than UCITS).
- Why:
 - o Balance sheet data to enable the assessment of the financial and solvency situation of IORPs
 - o A more complex picture of assets, their risks and transmission channels is needed to ensure an ongoing in-depth financial stability assessment of the sector and to identify potential interlinkages with other segments of the financial sector and the real economy

- What:
 - o Further information to understand valuations better, particularly for technical provisions
 - o Examples are discount rates and member statistics
- Why:
 - o To better understand certain market changes which should enable proper, comparable conclusions.

- What:
 - o Enhanced flow data on contributions and benefits paid
 - o Maintain simple break-down of investment income and expenses

- Why:
 - o Facilitating the detection of trends and to analyse reasons for changes from one reporting year to another

- What:
 - o Basic data on cross-border activities:
 - Based on current MDR reporting
- Why:
 - o To monitor trends in the cross-border business of IORPs.