



QIS on IORPs – Preliminary results for the European Commission

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OPSG meeting
Frankfurt, 25 April 2013

- COM has requested EIOPA to run QIS on IORPs
- QIS exercise conducted between mid-Oct and mid-Dec 2012 in:
 - BE, DE, IE, NL, NO, PT, SE and UK
- Validation of data at national level and at EIOPA
- COM has requested EIOPA to make available preliminary results of the QIS

Seven countries included in preliminary results report



	Completing QIS:	
Country:	IORPs	Supervisor
Belgium	14	-
Germany: PF	11	-
PK	27	-
Ireland	-	representative data
Netherlands	9	-
Norway	7	-
Sweden: PF	9	supervisory assistance
Found.	-	representative foundations
Art 4	1	-
United Kingdom	21	6432 IORPs

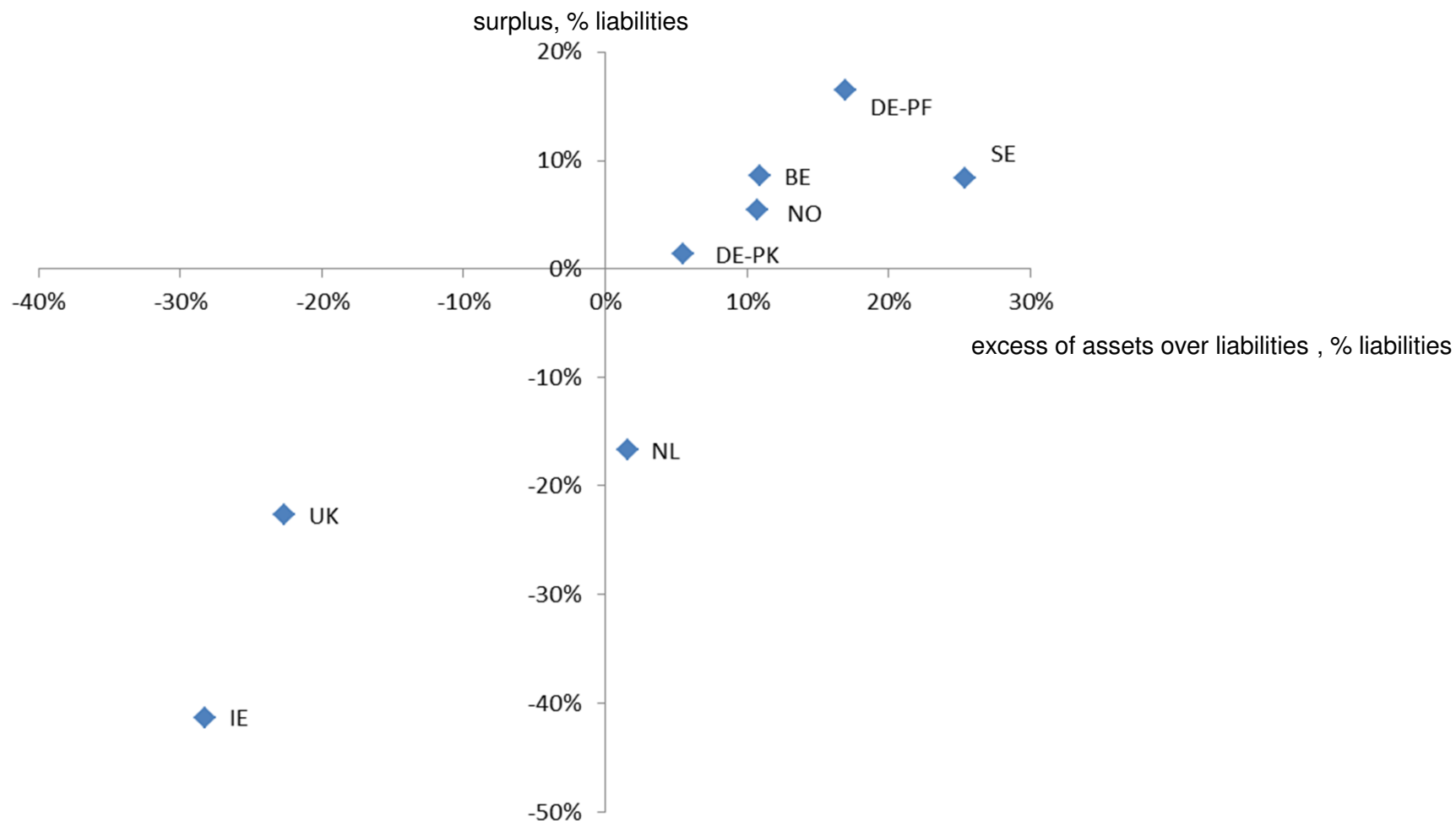
QIS exercise: 18 sets of options



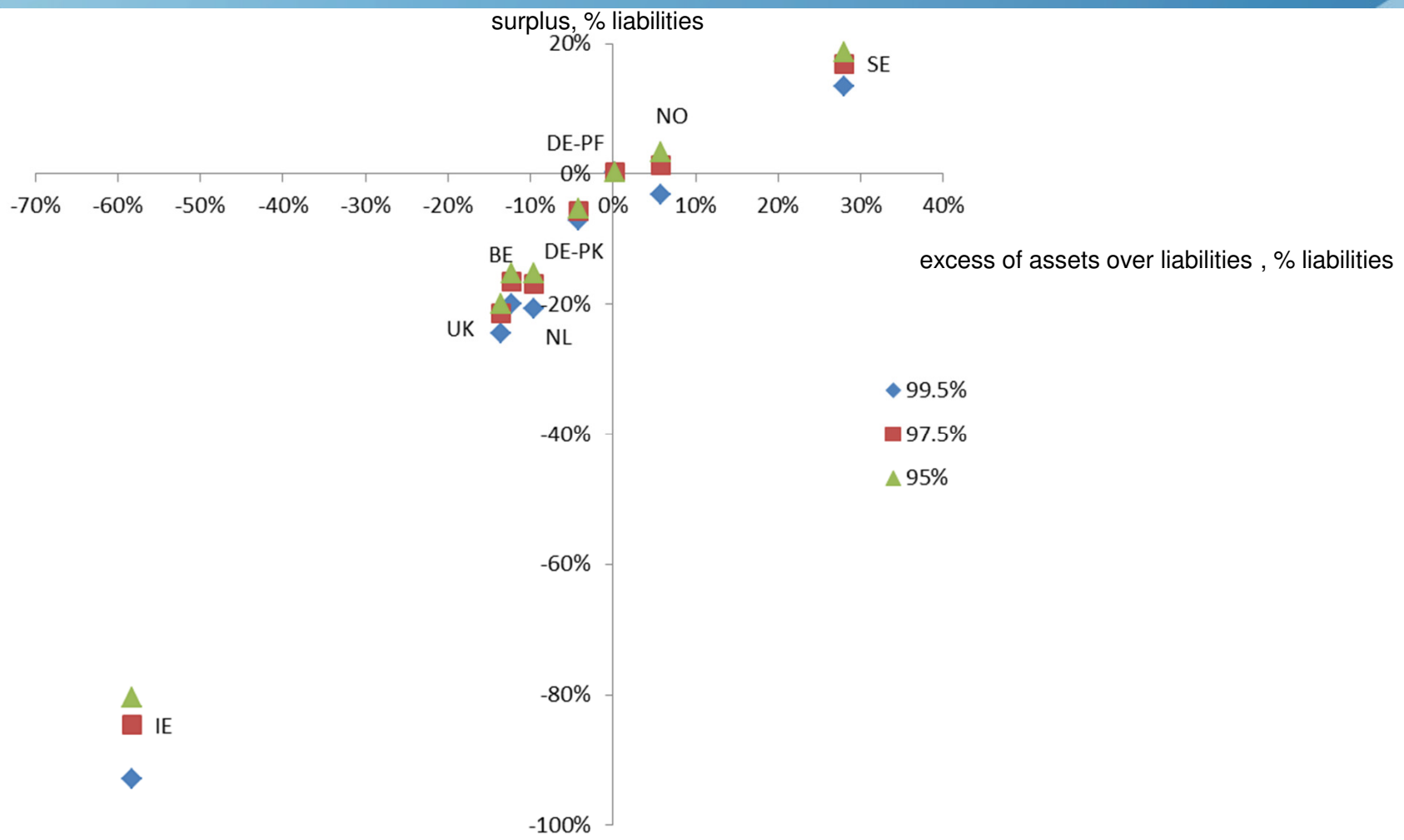
- Three confidence levels tested: 99.5%, 97.5% and 95%

Main sets of options:			Specific sets of options compared against benchmark scenario:			
Set 1	Set 2	Set 3				
Upper bound scenario	Lower bound scenario	Benchmark scenario	4	options risk-free interest rate curve	12	options pension protection schemes
			5		13	
			6		14	ex post reductions
			7		15	sponsor support
			8	options risk margin	16	options equity risk sub-module
			9		17	
			10	options discretionary & mixed benefits	18	inflation module
			11			

assets over liabilities and surplus over funding requirement



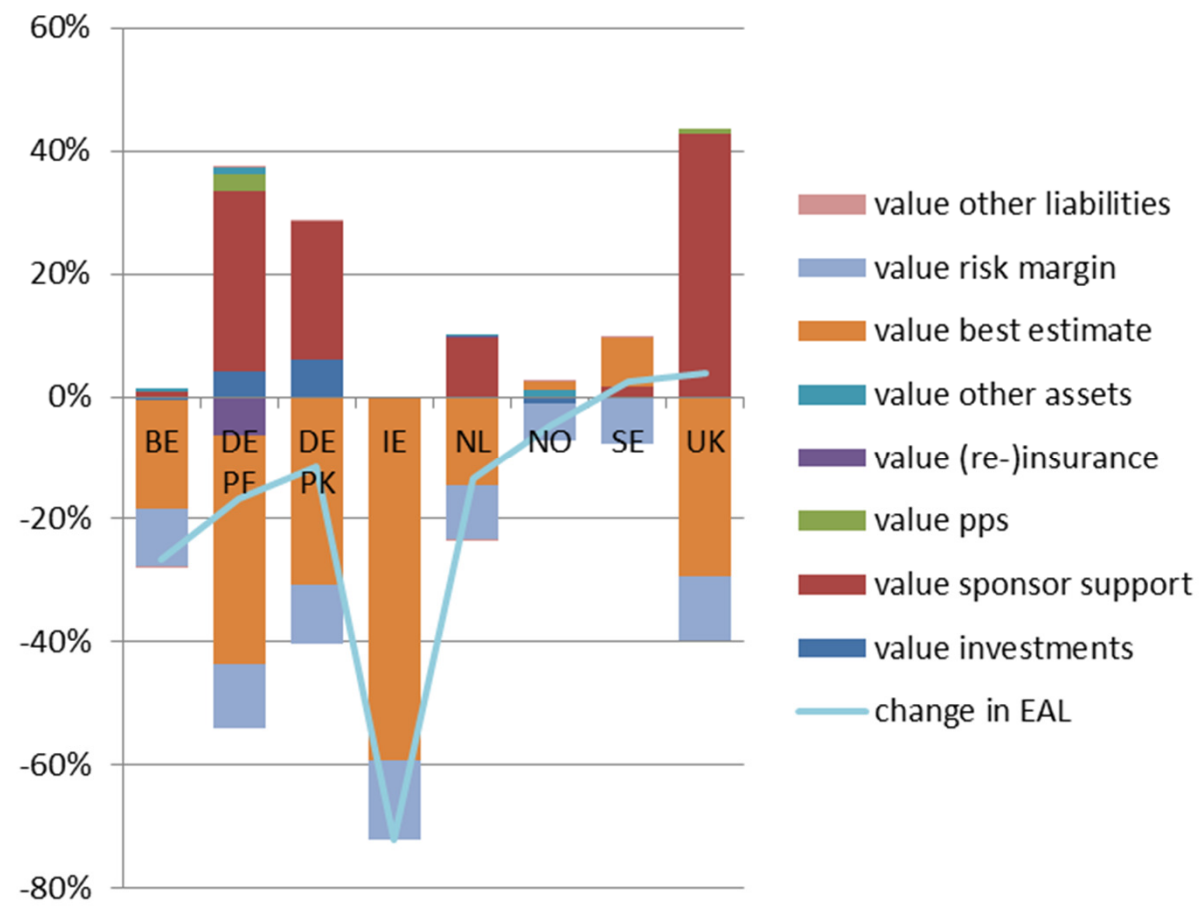
Benchmark: excess of assets over liabilities and surplus over SCR



Benchmark: change in excess of assets over liabilities



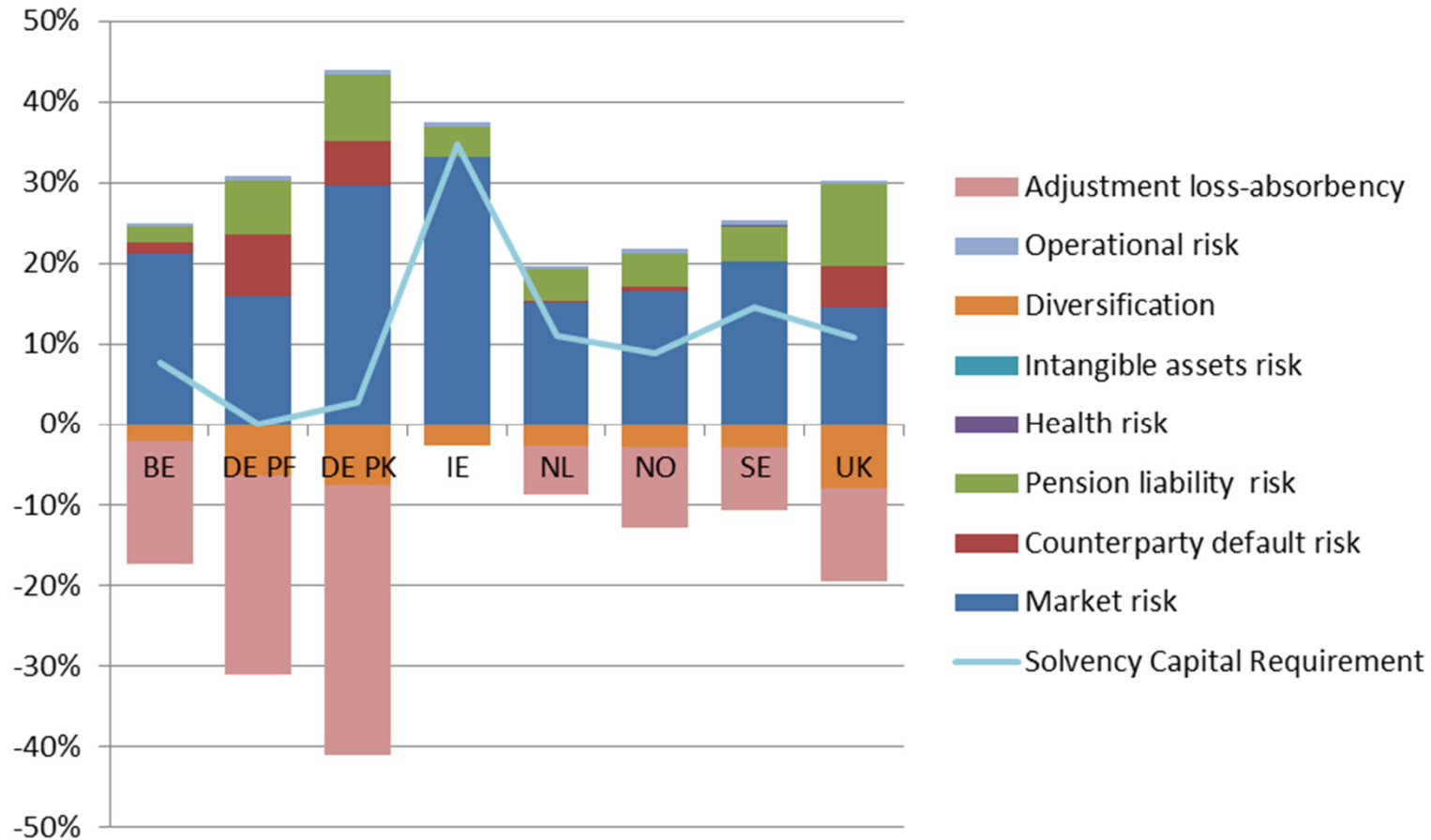
% current liabilities



Benchmark: Solvency Capital Requirement (SCR)



% liabilities



- Comparability and transparency
 - Variation in outcomes between and within countries, due to differences in:
 - Assumptions, interpretations and simplifications
 - No assessment of full supervisory framework
 - Supervisory responses not specified in QIS
 - Further work needed in many areas, like:
 - Sponsor support
 - Long-term adjustment risk-free rate
 - Calibration SCR
- Needs to be tested in follow-up QIS exercises

Next steps



- June 2013: QIS final report
- June 2013: Consultation paper sponsor support
- 10 July 2013: Public event QIS
- Summer 2013: Commission's legislative proposal



Thank you

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