

INTERNATIONAL REPORT

NAIC
National Association of
Insurance Commissioners

& The CENTER
for INSURANCE
POLICY
and RESEARCH

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*Mark Your Calendar:
IAIS Annual Conference
October 11-14, 2012 - Washington, DC*

STATE REGULATORS, NAIC AND FIO CONTINUE WORK ON US-EU MUTUAL REGULATORY UNDERSTANDING PROJECT

The work undertaken as part of the US/EU Mutual Regulatory Understanding Project with representatives from the state insurance departments, NAIC, FIO and European Union (EU) is progressing. The seven Technical Committees are led by a Steering Committee, which from the US side includes Kevin McCarty as the NAIC President, Terri Vaughan as the NAIC CEO and Michael McRaith as the FIO Director.

The technical teams are working to complete reports on the commonalities and differences of the two systems to be submitted to the Steering Committee for consideration and further discussion. State regulators and NAIC staff are represented at every level of the project's work with each technical committee including a state regulator and NAIC staff participant. So far this project is on track to achieve its objective of improving mutual regulatory understanding and building stronger collaborative working relations between insurance regulators in the US and EU. There is expected to be a public consultation process included as part of this project with the expectation of wrapping up the project by the end of the year.

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NAIC TO HOST IAIS 2012 ANNUAL CONFERENCE

The NAIC is proud to be hosting the 19th Annual Conference of the International Association of Insurance Supervisors in our nation's capital, Washington, DC on October 11-14, 2012.

The theme for the 2012 Annual Conference is "*Insurance Supervision: Foundations for Global Financial Strength*" to reflect both the challenges faced by insurance supervisors worldwide and the role of insurance in the global financial sector.

The Annual Conference provides an excellent opportunity for insurance supervisors, industry members and other participants to discuss and exchange ideas on important issues related to the supervision of insurance, developments in insurance markets and industry as well as in the financial sector as a whole.

The panels for this year's Conference will address a variety of topics:

- ComFrame - Common Framework for the Supervision of Internationally Active Insurance Groups
- Longevity Risk
- Insurance and Financial Stability
- Improving Consumer Protection in the Area of Insurance and Pensions
- How to develop tomorrow's front line supervisors
- Lessons from Financial Inclusion Initiatives for the Advancement of Insurance Markets in Emerging Economies

We look forward to welcoming you to Washington, DC in October, 2012! Additional information on the 2012 Annual Conference is available at www.iais2012.org.



TAIWAN FINANCIAL SUPERVISORY COMMISSION PAYS VISIT TO NAIC

In late May, NAIC staff met with representatives of the Taiwan Financial Supervisory Commission (FSC) to discuss developments in the U.S. insurance market. The FSC was particularly interested in learning more about the NAIC's Solvency Modernization Initiative and in particular its review of Risk Based Capital. The FSC delegates provided an overview of the Taiwan insurance market and described the nature of their earthquake insurance program. Taiwan will be hosting the 2013 IAIS Annual Conference and the FSC delegates sought advice from the NAIC planning team, which is preparing for the IAIS 2012 Annual Conference on October 11-14 in Washington DC.

JOINT FORUM FINALIZES PRINCIPLES FOR SUPERVISION OF FINANCIAL CONGLOMERATES

The Joint Forum was established in 1996 by the International Association of Insurance Supervisors (IAIS), the Basel Committee on Banking Supervision (BCBS) and the International Organization of Securities Commissions (IOSCO) to deal with issues common to the insurance, banking, and securities sectors, including the regulation of financial conglomerates. The chairmanship of the Joint Forum is currently held by Dr. Therese Vaughan, Chief Executive Officer of the NAIC and former Insurance Commissioner of Iowa.

The Joint Forum Plenary met on June 26, 2012 and it finalized its principles for the supervision of financial conglomerates, which have now been sent to the Parent Committees for approval. The Joint Forum discussed its work streams on point of sale disclosure, mortgage insurance and longevity risk. There was also a public Roundtable regarding longevity risk transfer on June 27, 2012, with participants from US, European and Japanese insurers, a major bank and a rating agency.

CIRC REGIONAL DIRECTORS VISIT U.S. FOR PERSPECTIVES ON RISK MANAGEMENT, INSURANCE INNOVATION

In late June, an NAIC team met with a delegation from China Insurance Regulatory Commission's representing several provinces in China in Washington, DC. The CIRC delegation was part of a study group here to learn more about the U.S. insurance market and regulatory system and, in particular, to study risk management and insurance innovation in the United States. Commissioner Bill White (DC) led the NAIC delegation and highlighted the long history of cooperation between the NAIC and CIRC. NAIC staff provided a brief overview of the Property & Casualty Insurance market in the US with a particular emphasis on catastrophe insurance issues. The CIRC were also interested in corporate governance issues and info on the qualifications that the management of insurers would be required to possess.

NAIC FELLOWS PROGRAM: COUNTDOWN TO THE FALL PROGRAM

On October 15, 2012 the NAIC plans to welcome the next group of International Fellows to begin their five-week intensive learning experience in the U.S. So far, we have already received 12 applicants from a variety of nations including Grand Cayman Islands, India, Indonesia, Kazakhstan, Nigeria, and Saudi Arabia. Indications are that we will receive more applications leading up to the application deadline in mid-August.

The program continues to experience an overwhelming amount of interest from international regulators and feedback from the Fellows suggests that it has become one of the most important training programs for many emerging markets. Feedback from host states has also been positive and we anticipate more states will participate in the future.

Earlier this year, we welcomed 11 fellows to the International Fellows Program. Participants included: India (5), Kenya (1), Saudi Arabia (2), Taiwan ROC (1), and Thailand (2). We are very grateful to the spring host jurisdictions, which included the District of Columbia, Louisiana, Mississippi, Missouri, New Jersey and Texas. Mississippi was a first time host in the program. The international regulators who participated in the spring came from India, Kenya, Saudi Arabia and Taiwan.

The NAIC developed the program in 2004 to advance working relationships with foreign market regulators, emphasizing the exchange of regulatory techniques and technology. The success of the program is reflected by the fact that over 160 regulators from 24 countries have participated since its inception.

Timeline for Fall 2012 International Fellows Program (six week program)
NAIC Central Office, Kansas City, Missouri October 15 – 19
Host State—State Insurance Department Week 1–4: October 22 – November 16
NAIC Capital Markets & Investment Analysis Office – New York November 19 – 20



SWEDISH INSURANCE SOCIETY STUDIES U.S. SYSTEM

Tom Glassic, General Counsel for the DC Department of Insurance, Securities and Banking, and members of the NAIC international team met with representatives of the Swedish Insurance Society in early June for a discussion of the U.S. national state-based insurance regulatory system. Topics of interest included the nature of the organization of the U.S. regulatory structure and its jurisdictions, state accreditation program, the relationship between the NAIC and FIO, and the challenges facing the US insurance regulators in a global insurance market.

NAIC-CHINA DIALOGUE ADVANCES INTERNATIONAL INSURANCE REGULATORY COOPERATION

The NAIC joined its counterparts from the China Insurance Regulatory Commission (CIRC) to further regulatory cooperation on issues impacting both countries. The U.S.-China Insurance Regulation Seminar was held in Qingdao, China in late July. The seminar represents the NAIC's ongoing commitment to share best practices in insurance supervision globally. The seminar brought together nearly 100 participants, which included regulators, government officials and insurance industry representatives from both China and the U.S. The primary focus of the dialogue was on topics related to solvency, market conduct, and policy holder protection.

Iowa Insurance Commissioner Susan Voss led the NAIC delegation along with District of Columbia Commissioner William P. White. Over the past several years, the NAIC and the CIRC have built a constructive working relationship and as China pursues efforts to develop its second generation solvency system, the NAIC expects to continue provide advice and training.

In addition to the joint NAIC-CIRC meeting, the US-China Insurance Dialogue was also held. The meeting was led by the Office of the United States Trade Representative and provided an opportunity for the US insurance industry, the NAIC and the US government to highlight and have pointed discussions on issues of common concern with the China Insurance Regulatory Commission (CIRC).

NAIC SHARES U.S. BEST PRACTICES ON SOLVENCY REGULATION WITH ASEAN COUNTRIES

The NAIC recently conducted an insurance regulatory seminar in Bangkok, Thailand, in partnership with the Office of the Insurance Commission (OIC), Thailand, in a program designed to highlight the strengths of the U.S. Solvency system. The NAIC has a long history of providing extensive training programs to international regulators and there is an increasing interest around the world in gaining more insights from the experience of US insurance regulators.

Commissioner William White (DC), Linda Johnson (WY), Todd Sells (NAIC), and Ekrem Sarper (NAIC) made presentations on the U.S. solvency system and close to 100 participants attended including 10 participants from the ASEAN region (Indonesia, Malaysia, the Philippines, Singapore, Thailand, Brunei, Burma/Myanmar, Cambodia, Laos, and Vietnam). This was the third joint seminar that the NAIC and the OIC have organized, illustrating the mutual commitment to share best practices with regulators internationally.

Commissioner White also held a meeting with the OIC Secretary General Ongartsittigul, to discuss the challenges facing regulators in today's economy and discussed issues of concern to the U.S. insurance industry doing business in Thailand. In addition to the meeting with the Secretary General, the Commissioner held a number of side meetings with the local insurance industry to better understand the Thai insurance market and also met with the U.S. insurers doing business in Thailand.

NAIC SHARES BEST PRACTICES WITH KOSOVO CENTRAL BANK

In mid-July Thomas Glassic (DC) and Philip Barlow (DC) joined the NAIC team in Washington DC for a meeting with Mr. Skender Killoqoki of the Kosovo Central Bank to discuss the US and Kosovo regulatory system. Policyholder protection and licensing of insurance providers were the primary topics of conversation, along with the nature of the emergent insurance industry in Kosovo and Central Bank cooperation with neighboring jurisdictions.

CONGRESSIONAL TESTIMONY HIGHLIGHTS INTERNATIONAL INSURANCE ACTIONS OF US STATE INSURANCE REGULATORS

In testimony before the House Financial Services Subcommittee on Insurance, Housing and Community Opportunity, NAIC President and Florida Insurance Commissioner Kevin M. McCarty highlighted the ongoing role of U.S. insurance regulators in international insurance.

Commissioner McCarty testified that, in addition to expanding partnerships with the federal government on insurance matters and trade issues, the NAIC coordinates technical exchanges and training programs with foreign regulators. These exchanges facilitate improved insurance regulation in the U.S. and abroad.

Michael McRaith, Director of the Federal Insurance Office also testified at the hearing, as well as an academic insurance expert. A number of industry executives also participated.

NAIC PARTICIPATES IN MEETINGS AT THE ORGANIZATION FOR ECONOMIC COOPERATION AND DEVELOPMENT (OECD)

Commissioner Consedine (PA) and Ekrem Sarper (NAIC) participated in the Insurance and Private Pensions Committee (IPPC) of the Organization for Economic Cooperation and Development (OECD) on June 6-8, 2012 in Paris, France. Participants from 30 Member countries and private sector representatives engaged in discussions on a number of issues, including a report on the Joint Advisory Task Force on the OECD Codes, a discussion on the impact of accounting and regulation on long-term investment, insurance and long-term investment, capital market instruments for transferring longevity risk, an outline of a draft report on annuities and a roundtable on disaster risk assessment and risk financing in light of the G20 initiative on disaster risk management. The next OECD IPPC meeting is scheduled for December 6-7, 2012.

IAIS COMMITTEES AND SUBCOMMITTEES: UPDATE

Established in 1994 under the leadership of the NAIC, the IAIS represents insurance regulators and supervisors of some 190 jurisdictions in more than 130 countries, constituting 97% of the world's insurance premiums. Since 1999, the IAIS has welcomed insurance professionals as Observers. Currently there are more than 120 Observers representing industry associations, professional associations, insurers and reinsurers, consultants and international financial institutions. The IAIS issues global insurance principles, standards and guidance, provides training and support on issues related to insurance supervision, and organizes meetings and seminars for insurance supervisors.

The IAIS works closely with other financial sector standard setting bodies and international organizations to promote financial stability. It holds an Annual Conference where supervisors, industry representatives and other professionals discuss developments in the insurance sector and topics affecting insurance regulation.

An Executive Committee, whose members represent different geographical regions, heads the IAIS. It is supported by three main committees - the Technical Committee, the Implementation Committee and the Budget Committee. These committees form subcommittees and working parties (working groups, task forces and groups) to accomplish their objectives.

Executive Committee [Commissioners McCarty (FL) and Therese Vaughan (NAIC)]

- The Executive Committee met on June 17, 2012 and discussed:
 - The appointment of new Exco members: Jong Wook Lee (FSS - Korea) for the Asian region replacing In Seok Seong; and Gaetano Geretto (OSFI – Canada) for the North American region replacing Jim Doherty;
 - Signing a Memorandum of Understanding between the IAIS and the International Actuarial Association to create a framework for cooperation;
 - Approval to release for consultation the latest draft of ComFrame; ICP 9 Supervisory Review and Reporting; and Application on Regulation and Supervision supporting Inclusive Insurance Markets;
 - Approval of the *Reinsurance and Financial Stability* paper presented by the Financial Stability Committee and discussion of other financial stability issues;
 - Proposed revisions to the IAIS Strategies and Action Plans and the updated list of IAIS key external relationships; and
 - Reports from the Membership Scope Task Force and the Audit Committee.

Technical Committee [Commissioner McCarty (FL)]

- The IAIS Technical met on May 8-9 and June 20-21, 2012.
- The May meeting focused on the development of ComFrame. The Committee meeting focused on three topics: 1) proposed new structure, 2) general observations, and 3) comments on specifics. Also, a ComFrame Dialogue was held with Observers which focused on the same three topics and walked through the draft Modules. Discussion also took place on the status of revisions to ICP 9.
- The meeting in June addressed and discussed a number of ongoing workstreams of the Committee and/or its subcommittees, including:
 - Approval for release for consultation the latest draft of ComFrame; ICP 9 Supervisory Review and Reporting; and Application on Regulation and Supervision supporting Inclusive Insurance Markets;
 - A report on the activities of the Joint Forum;
 - Preparation for the Roadmap for 2013-2014;
 - Financial stability related work including the latest Key Risk and Trends Report, reporting to FSB on the efficiency of supervisory colleges and work on reducing the reliance on credit ratings; and
 - Updates from the international organizations which are members of the Committee.

Financial Stability Committee [Commissioner Leonardi (CT); Elise Liebers (NAIC), Vice Chair]

- The IAIS FSC met on July 17-19, 2012 and discussed a variety of topics.
- The public consultation period on the G-SII assessment methodology closed July 31. Extensive comments were received and are now being reviewed by the FSC.
- IAIS currently planning to commence a second data collection exercise beginning Aug 10. The data will be used to assess the systemic importance of international insurance groups in a global context.
- IAIS is considering a number of policy measures to apply to G-SFI insurers, if any are identified. A public consultation on proposed policy measures is planned for the fall.
- The next meeting of the committee will be on: August 28-29.

Budget Committee [Ryan Workman (NAIC)]

- The IAIS Budget Committee met on June 19, 2012 and discussed:
 - A Secretariat report on changes in the Secretariat staff; the status of 2012 fee payment from Members and Observers; changes in Membership/Observership numbers; and a forecast of financial results for 2012;
 - Review of the investment policy of the Association, to which they made minor changes and clarifications; and;
 - Reports on the financial status for the 2012 and 2013 Conferences, which included approval of the fees for the 2013 Conference.

Accounting & Auditing Issues Subcommittee [Rob Esson (NAIC), Vice Chair]

- The IAIS Accounting and Auditing Issues Subcommittee met on May 16-18, 2012 and discussed:
 - Continued discussions on ComFrame valuation and disclosure issues, and met a joint meeting with the Solvency Subcommittee to discuss prudential filters. It had previously decided to utilize the same structure as currently used for US statutory accounting, which is to accept, modify, or reject public accounting pronouncements; and
 - The use of prudential filters to modify IFRS in ComFrame. A draft document has been created by the Subcommittee but will need further discussion with the Solvency Subcommittee prior to finalization.
- The next meeting of the committee will be on September 10-11, 2012.

Governance and Compliance Subcommittee [Commissioner White (DC)]

- The IAIS Governance and Compliance Subcommittee met on April 16-17, 2012 and discussed:
 - Governance aspects of ComFrame (Module 2 Element 1);
 - A drafting plan in order to have material ready for the public consultation. The Subcommittee went through the draft revised ICP 9 with particular focus on changes to revisions it had proposed as well as amendments from other working parties;
 - A presentation on the *Application paper on Regulation and Supervision Supporting Inclusive Insurance Markets* and members were asked to submit comments in time to have the paper ready for consultation over the summer; and
 - The subcommittee's work plan for 2013-2014.
- The next meeting is scheduled for September 19-20, 2012.
- The agenda will include reviewing comments from the public consultation and further refining the drafting of the governance aspects of ComFrame.

Insurance Groups & Cross-Sectoral Issues Subcommittee [Danny Saenz (TX); Rob Esson (NAIC)]

- The IAIS Insurance Groups & Cross-Sectoral Issues Subcommittee met on May 14-16, 2012 and discussed:
 - An assignment to respond to FSB questions regarding the effectiveness of the improvements made to supervisory colleges and to report back by end-2012. As previously reported the IGCS utilized regional roundtables and targeted questionnaires to obtain the necessary information to respond. NAIC and BaFin drafted the initial response, which was very positive based on the results of the roundtables and questionnaire;
 - ComFrame Module 1 in both open and closed sessions (IAIG identification criteria) and 4, which are now exposed for consultation;

- IGSC discussed the responses to the questionnaire on Supervision of Cross-border operations through branches. The drafting team will continue work on the paper over the summer;
- Providing revisions to ICP 9 Supervisory Review and Reporting to ensure no gaps exist with ICP 23 Group-wide Supervision; and
- Analysis of resolution regimes for groups and a comparison the needs of insurers to the FSB Key Attributes. Work continues.

Insurance Fraud Working Group [Ryan Workman (NAIC)]

- This IAIS Insurance Fraud Working Group met on April 18, 2012 and discussed:
 - A report from the Chair that the FATF had completed the revision of its Recommendations and Interpretive Notes and that the FATF would now be revising its Methodology, expected for completion in early 2013. This means that the IAIS would not be able to finalize its revision of the Application Paper on AML/CFT until the FATF Methodology is finalized, to ensure there are no inconsistencies;
 - ICP 9, members were asked for any comments and to consider whether there are any inconsistencies with ICPs 21 & 22;
 - Their work plan for 2013-2014, which included proposed work on anti-bribery and corruption, possibly resulting in an issues paper by the end of 2014; and
 - A decision to request the Technical Committee for a change in name to the Financial Crime Working Group in recognition of the group's work beyond fraud.
- The next meeting will be on 19 September 2012.

Market Conduct Subcommittee [Commissioner Voss (IA)]

- The IAIS Market Conduct Subcommittee met on April 19-20, 2012 and discussed:
 - Review of suggested revisions to ICP 9, which included comments from other working parties;
 - A presentation from Commissioner Voss on the US state insurance regulators' approach to supervision of conduct of business;
 - Presentations on how guaranty and other policyholder protection schemes are structured and function in the United States, Canada and Japan;
 - Draft Issues Paper on policyholder protection schemes and the review of a proposed outline for an Application Paper on supervisory approaches to conduct of business; and
 - Discussion of the Subcommittee's work plan for 2013-2014.
- The next meeting is scheduled for September 17-18, 2012.
- The agenda will include further development of the draft Issues Paper on policyholder protection schemes as well beginning drafting work of an Application Paper on supervisory approaches to conduct of business.

Reinsurance Subcommittee (RSC) [Ryan Couch, NAIC]

- The IAIS Reinsurance Subcommittee (RSC) met on May 16-17, 2012 and discussed:
 - Prioritization of its work, to include: 1) consider the resilience and stability of the reinsurance market, including but not restricted to appropriate monitoring exercises (in close cooperation with other relevant working parties, e.g., Macroprudential Surveillance Working Group and Financial Stability Committee); 2) contribute to IAIS standard setting, with current priorities in this area to include the Captive insurance paper, reinsurance-related ComFrame contributions (in close cooperation with other relevant working parties) and ICP9-related contributions and coordination exercises; and 3) contribute to ICP13 related teaching notes and education exercises;

- Receiving presentations with respect to potential stress from catastrophes and related economic impact. Discussion resulted in a decision that the RSC will continue to look into related issues, including but not limited to the question of what happens if stress from natural catastrophes coincides with other stressed conditions. The IAIS Global Insurance Market Report (GIMaR) will provide text with respect to natural catastrophes, and in light of potential (natural) (re)insured catastrophes, the RSC will consider including within appropriate IAIS publications considerations regarding sufficient global risk diversification;
- A drafting group of the RSC is in the process of reviewing the *Guidance Paper on the Regulation and Supervision of Captive Insurers*, taking into consideration recent revisions to the ICPs. The RSC received updates and presentations with respect to captive supervision and issues in various captive insurance markets;
- Considerations with respect to ICP9, expressing support for an ICP 9 that is as concise as possible while preserving and clarifying relevant guidance.
- An update with respect to inclusive insurance markets was provided by a World Bank representative. It was agreed that further exchange of information and cooperation will be considered beyond the issue of inclusive insurance markets, including work on catastrophes and access to reinsurance; and
- Participation in two joint meetings with respect to ComFrame-related issues: 1) a meeting with all other working parties in attendance for the Cape Town meetings; and 2) a specific meeting with the Solvency Subcommittee with respect to selected aspects within ComFrame, specifically group internal risk transfer.
- The next RSC meeting is scheduled for November 27-28, 2012.

Solvency and Actuarial Issues Subcommittee (SSC) [Director Urias (AZ) replaced by Commissioner Kitzman (TX) in June 2012; Ramon Calderon (NAIC), Chair]

- A drafting group of the IAIS Solvency and Actuarial Subcommittee met in early April 2012 to further develop guidance regarding Module 2, Element 9 (Group Capital Adequacy Assessment). It was followed with an open telephone conference call of the SSC on April 23, 2012, which focused on the use of a total balance sheet approach, group capital risk measurement, and availability of capital resources.
- The SSC met in May 2012 and discussed:
 - Further discussion of the items mentioned above, along with a presentation given by SSC member Larry Bruning on the U.S. Solvency Framework, and a presentation given by SSC member Iwona Krasniewska on Solvency II;
 - Further discussion on the approaches, methods and tools widely used in practice today for capital risk measurement;
 - Further discussions on “Availability of Capital Resources” with a mapping exercise (jurisdictional approach to capital resources) from SSC members to be completed in June; and
 - Concerted effort to prepare Module 2 and its elements for the upcoming consultation of ComFrame (end of June). Drafting was focused on Element 9b which dealt with capital risk measurement as portrayed in a tree diagram. Other portions of Element 9 were also discussed during the meeting.
- The next meeting will be held on September 27-29, 2012.

Implementation Committee(IC) [Ekrem Sarper (NAIC)]

- The IAIS Implementation Committee met on June 19, 2012 and discussed:
 - The report of a representative from the Central Bank of Trinidad and Tobago regarding implementation challenges in the Caribbean region, including a lack of technical supervisory and actuarial expertise. They emphasized that the IAIS Insurance Core Principles and supervisory papers continue to contribute to regional capacity building and shaping legislative initiatives;
 - Discussion of the implementation of ComFrame. Members were encouraged to provide comments, especially on Module 3 and 4, before the end of August.
 - Updates received from Regional Coordinators, the Financial Stability Institute and the IMF; and
 - Receiving a report on the Consultative Group to Assist the Poor (CGAP's) brief regarding financial inclusion and the linkage with financial stability.

Standards Observance Subcommittee [Ekrem Sarper (NAIC), Vice Chair]

- The IAIS Standards Observance Subcommittee met on June 19, 2012 and discussed:
 - A focus on progress updates relating to the assessments and peer reviews currently underway on ICPs 1, 2 and 23. It was reported that although liaison with FSB was ongoing, there have been some delays in the final reports for the FSB jurisdictions for several reasons, including delayed comments, re-evaluation of the revised responses, and resource constraints;
 - Consideration of IAIS Regional Coordinators to enhance participation and assist regions in identifying technical and educational needs and better compliance outcomes;
 - Review of the Subcommittee's draft Roadmap 2013-14. Some changes were made to better align the ICPs that would be assessed in the next two years. It was reiterated that Member and expert team participation were critical for the success of this important work stream;
 - The essential nature of coordination matters, including coordination with the Technical Committee to convey any weaknesses that may be identified in the supervisory material and ICPs being assessed;
 - Preparations for the next thematic assessment and peer-review on risk governance and financial inclusion matters. The latter would be managed by the Access to Insurance Initiative with Subcommittee oversight; and
 - Drafting of the IAIS Assessments and Peer Review Handbook, including the need for preparing a progress monitoring note as these were increasingly gaining importance in the international standard setting discussions.

Supervisory Cooperation Subcommittee [Gita Timmerman (NAIC)]

- The IAIS Supervisory Cooperation Subcommittee met in May 2012 and discussed:
 - Signatories Working Group Progress on MMoU validations, content and contributions to the IROSC web based platform on supervisory colleges, results of the supervisory colleges survey, drafting of the survey on supervisory cooperation including the use of the IAIS MMoU and the roadmap;
 - Expanding the IROSC, technical assistance and a potential Supervisory College application paper; and
 - Examination of the main recommendations of the self-assessment/peer review on supervisory cooperation and information exchange for further follow-up.

Education Subcommittee [Ekrem Sarper (NAIC)]

- The IAIS Education Subcommittee met on June 20, 2012 and discussed:
 - Implementation of the education strategy, focusing on progress of the newly-established Catalyst-role, Survey and Supervisory Guide Working Groups;
 - Induction seminar, the possibility of updating the Core Curriculum, and the teaching notes. The guidance for the development of teaching notes was approved; and
 - Education strategy, the proposals and reimbursement of regional seminars were discussed and approved.

Financial Inclusion Subcommittee (FISC) [Gita Timmerman (NAIC)]

- The Financial Inclusion Subcommittee is scheduled to have its first meeting August 30, 2012 and is expected to discuss:
 - Developments in financial inclusion and the draft work plan and roadmap for the FISC for the upcoming year; and
 - A focus on emerging markets and developing economies, to promote the application of IAIS Insurance Core Principles and other supervisory material (1) to support regulation and supervision of inclusive insurance markets, and (2) in other specific forms of insurance.

NAIC INTERNATIONAL CALENDAR

DATE		MEETING	LOCATION
August			
28	29	IAIS: Financial Stability Committee	Basel, Switzerland
28	30	IAIS: Standards Observance Subcommittee & Expert Team Meeting	Basel, Switzerland
29	30	IAIS: Solvency Subcommittee Drafting Team Meeting	Frankfurt, Germany
September			
5	7	US-EU Dialogue & Global Insurance Supervision Conference	Frankfurt, Germany
10	11	IAIS: Accounting and Auditing Issues Subcommittee	New York, NY
11	12	IAIS: Financial Stability Committee	Basel, Switzerland
11	12	IAIS: ICP 9 Review Task Force	Basel, Switzerland
13		IAIS: Macroeprudential Surveillance Working Group	Basel, Switzerland
17	21	IAIS: Insurance Groups, Market Conduct, Governance and Compliance Subcommittees	Basel, Switzerland
24	28	Lloyd's International Regulators Programme - 2012	London, England
25	29	IAIS: Solvency and Actuarial Issues Subcommittee and Supervisory Forum; SSC Drafting Team Meeting on the 29th TBC	Singapore
26		IAIS: Financial Stability Committee joint meeting with Financial Stability Board	London, England
26	27	Joint Forum: Risk Assessment and Capital Working Group Meeting	Rome, Italy
October			
6	7	IAIS: Financial Stability Committee	Washington, DC
7	12	IAIS: Committee Meetings, Annual Conference and General Meeting	Washington, DC
12		IMF/WB: Annual Meetings	Tokyo, Japan
15	16	World Bank: International Insurance Symposium	Washington, DC
15	19	NAIC: International Fellows Program	Kansas City, MO
29	2 Nov	IAIS: Financial Stability Committee	Basel, Switzerland

November			
TBD		IAIS: Microinsurance Joint Working Group	Tanzania
4	5	G-20 Ministerial	Mexico City, Mexico
12	14	IAIS: Solvency and Actuarial Issues Subcommittee	Washington, DC
12	14	IAIS: Financial Stability Committee	Basel, Switzerland
12	16	IAIS: Governance and Compliance Subcommittee and Market Conduct Subcommittee	Hyderabad, India
13	14	Joint Forum: Meeting	Tokyo, Japan
14	16	IAIS: Insurance Group Subcommittee	Basel, Switzerland
15	18	IAA: Council and Committee Meetings	Bahamas
19	20	NAIC: International Fellows Program	New York, NY
19	20	IAIS: Accounting & Auditing Issues Subcommittee	Basel, Switzerland
19	22	ASSAL: Regional Seminar	Costa Rica
26	27	IAIS: Reinsurance Subcommittee and Macroprudential Surveillance Working Group	Washington, DC
December			
TBD		IAIS: Accounting and Auditing Issues Subcommittee	TBD
3	4	IAIS: Supervisory Forum	Washington, DC
3	11	IAIS: Financial Stability Committee – Specialist Group	Basel, Switzerland
5	7	OECD: Working Party of Governmental Experts on Insurance (WPGEI) and Insurance & Private Pensions Committee (IPPC)	Paris, France
12	14	IAIS: Financial Stability Committee	Basel, Switzerland
19		US-EU Steering Committee	Frankfurt, Germany

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