

Solvency II – ACORD Roundtable

- **Solvency II gaining momentum, with implementation pressure increasing**
 - Fundamental change in regulatory environment with implementation timeline **2013**
 - Companies bringing related IT initiatives to the forefront
- **Emphasis on Solvency II heavily impacts IT**
 - Modeling software, data warehousing, consideration of data quality, IT risk & control framework, automation of reporting
 - IT budgeting requirements not to be underestimated – estimated at 40+% of overall spend for Solvency II
 - Market modernization and Solvency II “fight” for finite resources
Potential resource constraints to support both initiatives...
.. while some synergy potential from systems/data perspective

Solvency II – ACORD Roundtable

- **ACORD increasingly active**
 - ACORD Club sessions with contributions from Lloyd's, E&Y, VIPR solutions
 - Discussions, meetings with various stakeholders, including national and supranational organizations, ACORD members, vendors, consultants
- **Ingoing hypothesis**
 - Data standards enable validated, consistent data to be submitted via multiple interfaces and reused without re-keying
 - supports the need for high quality data for Solvency II modeling and assures regulators that capital modeling is adequate
 - Data standards support efficient information flows and thus consider sustainable, long-term factors
 - Changes to systems architecture/data flow/processes, automation

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- **Idea of Solvency II Roundtable with London Market stakeholders**
 - Drill-down into the details of the Solvency II data reporting
 - Explore robust, architectural approach based on data standards to support Solvency II reporting requirements
 - Assess the suitability of ACORD RLC standards for Solvency II
 - Address potential cooperation of London Market stakeholders related to the path to Solvency II implementation
 - Industry response to CEIOPS consultation papers, guidance etc. and/or FSA from data/systems perspective
 - Sharing of best practice
- **Enrollment form for interested individuals/companies being circulated**
 - Please also provide comments on specific topics, ideas, concerns etc.
- **IF YOU'RE INTERESTED IN ATTENDING THE ACORD SOLVENCY II ROUNDTABLE PLEASE COMPLETE THE FORM OR EMAIL JHECK@ACORD.ORG**