



IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

Access to Insurance Initiative

A global programme for sound regulatory and supervisory frameworks

7th Consultation Call: 20 November 2014

“IAIS and A2ii activities: opportunity to tell us what you need!”





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

1. Introduction Chairman IAIS Implementation
Jonathan Dixon
2. Overview IAIS Financial Inclusion Working
Group activities
3. Overview Access to Insurance Initiative
activities
4. Member discussion





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

IAIS – A2ii Partnership

- Supervisors know the challenge of balancing financial inclusion with effective supervision
 - Partnership between the IAIS and A2ii is aimed at supporting supervisors
 - The IAIS and A2ii are taking a joint approach to activity planning for first time
- Opportunity to enhance collaboration in the area of proportionality and financial inclusion





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

IAIS – A2ii Partnership

- The IAIS and A2ii can support the development of guidance on some of these challenges
- Critical that our priorities be “bottom up” – coming from our Members
- The Financial Inclusion Working Group has identified workstreams, but your views on:
 - Do these areas align with your needs?
 - What did we miss?
 - What is the relative priority of the proposed activities?





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

IAIS Financial Inclusion WG plans for 2015 and 2016

Overview:

1. Market Conduct and Distribution
2. Mutuels, Cooperatives and Community based organisations
3. Micro-Takaful
4. Actuarial services in inclusive insurance
5. Index-based insurance



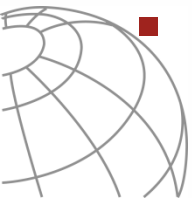


IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

1. Market Conduct & Distribution in inclusive insurance

- Paper to identify issues in inclusive insurance markets
- Issues in distribution channels and conduct of insurer can undermine access to insurance
- Attention for disclosure of information, product design, claims settlement, payments, etc.
- Basis for further guidance
- Planned finalisation: mid-2015
- Joined project with A2ii and MIN





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

2. Mutuels, Cooperatives & Community based Organisations (MCCOs)

- MCCOs are important to increase access to insurance
- Risk sharing instead of risk transfer
- Revision of current Application paper (new ICPs)
- Drafting group ready to start
- Planned finalisation: end of 2015





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

3. Micro-Takaful

- Takaful potential to increase access in Asia and Africa
- Sharia compliance requires specific structures and processes
- Need to identify issues for inclusive markets
- Joint project with Islamic Financial Services Board
- Planned finalisation: mid-2015





IAIS
INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

4. Actuarial services in inclusive insurance

- Actuarial expertise is scarce in inclusive markets
- International Actuarial Association published issues paper
- Intended to set up joint group with IAIS
- Two papers planned:
 1. Approaches on Actuarial Services (how to build expertise)
 2. Proportionate application of prudential requirements (pricing, solvency, provisions, etc.)
- Planned finalisation: end of 2016





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

5. Index-based insurance

- Index based insurance often used in agricultural insurance
- Creates specific issues including basis risk
- World Bank has offered to chair and drive a task force
- Will start early 2015
- Planned finalisation: end of 2016





IAIS

INTERNATIONAL ASSOCIATION OF
INSURANCE SUPERVISORS

A2ii Vision/ Mission & Critical Success Factors

Vision/ Mission

We are the implementing partner of the IAIS.
We inspire and support supervisors to promote inclusive and responsible insurance, reducing vulnerability.

CSF 1

We provide the critical knowledge policymakers & supervisors need

CSF 2

We enable the effective use of our knowledge

CSF 3

Our funding is sustainable, adequate & aligned with our vision/mission

CSF 4

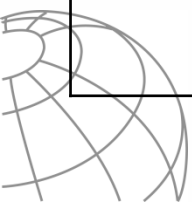
Our Governance is effective, efficient & transparent





CSF 1: We provide the critical knowledge policymakers & supervisors need

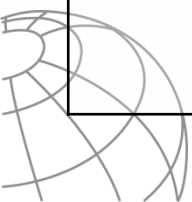
Stretch Goals	Indicators	Targets	Activities 2015 -2016
<p>We know what knowledge is needed</p>	<ul style="list-style-type: none"> ▪ Precise overview of demands and needs 	<ul style="list-style-type: none"> ▪ Always and complete 	<ul style="list-style-type: none"> ▪ Develop (sub)regional implementation plans ▪ Implement the “Self-assessment and Peer Review on Financial Inclusion” ▪ A2ii-IAIS Consultation Calls
<p>We generate critical knowledge</p>	<ul style="list-style-type: none"> ▪ The knowledge we provide is critical for success ▪ We provide evidence based knowledge 	<ul style="list-style-type: none"> ▪ Positive feedback from supervisors >80% ▪ Always 	<ul style="list-style-type: none"> ▪ 3 Diagnostic tools on SMEs, PPP, and Mobile insurance ▪ Policy notes on topics to be determined through the IAIS process. ▪ 3 Case studies and implementation notes on proportionality in practice ▪ Impact methodology and synthesis
<p>Our tools are user-friendly</p>	<ul style="list-style-type: none"> ▪ Accessibility of information 	<ul style="list-style-type: none"> ▪ Positive feedback from supervisors >80% 	<ul style="list-style-type: none"> ▪ Expand knowledge sharing mechanism ▪ Transpose A2ii/IAIS financial inclusion training module into e-learning environment ▪ Translations





CSF 2: We enable the effective use of our knowledge products

Indicators	Stretch Goals	Targets	Activities 2015 -2016
Supervisors ask for our knowledge & support	<ul style="list-style-type: none"> ▪ Demand for supervisory support is met 	<ul style="list-style-type: none"> ▪ > 70 % 	<ul style="list-style-type: none"> ▪ 4 training programs with Toronto Centre ▪ 4 training programs with FSI ▪ Matchmaking mechanism between donors and supervisory capacity building needs ▪ Operate pool of qualified experts ▪ 4 Consultative Forums with IAIS and MIN ▪ 2 Expert cadre events to distill lessons learned in supervising inclusive insurance markets ▪ Execute (sub-)regional implementation activities ▪ Participation and contribution to IAIS and global meetings as an expert on inclusion
Our modes of delivery for supervisory support are highly effective	<ul style="list-style-type: none"> ▪ Demand for regional training is met 	<ul style="list-style-type: none"> ▪ > 80 % 	
We have experienced experts available	<ul style="list-style-type: none"> ▪ Positive feedback by supervisors 	<ul style="list-style-type: none"> ▪ > 90 % 	
Supervisors implement inclusion-friendly regulation	<ul style="list-style-type: none"> ▪ Increased usage of insurance 	<ul style="list-style-type: none"> ▪ 10 % in 5 years 	
A2ii generates critical evidence for IAIS standard setting	<ul style="list-style-type: none"> ▪ Timely input for standard setting activities 	<ul style="list-style-type: none"> ▪ always 	
	<ul style="list-style-type: none"> ▪ Input is comprehensive & convincing 	<ul style="list-style-type: none"> ▪ always 	





Questions

Which activities are important and what matters most to you?
Which topics require further knowledge products?

The Initiative is a partnership between:



Hosted by:

