

Subject: **AGN Review (Appointed Actuaries) Taskforce members**
Date: 6 June 2022

Backgrounds

1. The legislation for the Risk-based Capital regime is expected to be submitted in the second half of 2022 and implemented in early 2024.
2. ASHK will set up a taskforce (with 4 workstreams) to ensure that the Actuarial Guidance Notes (AGN) related to the work of Appointed Actuaries will be in line with the new legislation.

Details

3. Benefits of joining the taskforce
 - a. Influence how Appointed Actuaries conduct their work in Hong Kong.
 - b. Obtain a detailed understanding of the new Risk-based Capital Framework that will be implemented in early 2024.
 - c. Build a network with other actuaries.
 - d. Be acknowledged for your contribution to the actuarial profession in Hong Kong.
4. Tasks
 - a. Be a member of the AGN Appointed Actuaries review taskforce.
 - b. Review the RBC draft legislation documents (see Appendix).
 - c. Review the relevant AGN for the relevant workstream
 - AGN 3 [AGN 3 ADDITIONAL GUIDANCE FOR APPOINTED ACTUARIES](#)
[SUPPLEMENT TO AGN 3 ADDITIONAL GUIDANCE FOR APPOINTED ACTUARIES](#)
[SECOND SUPPLEMENT TO AGN 3](#)
 - AGN 5 [AGN 5 PRINCIPLES OF LIFE INSURANCE POLICY ILLUSTRATIONS](#)
 - AGN 7 [AGN 7 DYNAMIC SOLVENCY TESTING](#)
 - AGN 9 [AGN9 BEST ESTIMATE ASSUMPTIONS](#)
[APPENDIX A TO AGN 9 – PARTICIPATING AND UNIVERSAL LIFE BUSINESS BENEFIT ILLUSTRATION ASSUMPTIONS](#)
 - d. Assess if the RBC draft legislation will have an impact on the AGN.
 - If so, highlight the impacted areas and draft amendments for other taskforce members to comment.
 - e. Identify areas where the AGN may need modernisation and draft changes for other taskforce members to comment.
 - f. Review and comment on draft amendments made by other taskforce members.
 - g. Actively participate and attend meetings regularly, with a total commitment of around 30-40 hours during the period
5. Requirements
 - a. A Fellow or Associate member of ASHK, and preferably an Appointed Actuary.
 - b. All AGN - 3 years of working experience in long term insurance business
 - For AGN 3 and 7 - prior experience with long term business liability valuation and capital & solvency management is preferred
 - For AGN 5 - prior experience with participating business management is preferred
 - c. Good understanding of the relevant ASHK.
 - d. Familiar with the insurance market in Hong Kong, particularly the applicable actuarial standards, legal, judicial and social trends in Hong Kong that may impact upon the valuation of assets and liabilities pertaining to insurance business.
6. Period

Jun 2022	Taskforce formed
Jun 2023	Final proposal submitted to ASHK Council for approval
Dec 2023	AGN ready



7. If you would like to join the taskforce, please email to info@actuaries.org.hk with
- Name
 - Email
 - Work details
 - Brief bio of relevant experience

Appendix

May 2022	Legislative Proposals to Implement a Risk-based Capital Regime for the Insurance Industry of Hong Kong , FSTB
Apr 2022	Response to Industry Comments on RBC Legislative Proposal, IA (restricted documents)
Oct 2021	Legislative Proposals on Risk-based Capital Regime, IA (restricted document)
Oct 2018	Update on RBC development in Hong Kong , IA
Sep 2015	Consultation on a Risk-based Capital Framework for the Insurance Industry of Hong Kong, FSTB Consultation Paper Frequently Asked Questions Consultation Conclusions