

Subject: **GI volunteers to review 'NEW PS1'**
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 has set up a working group (see Appendix 1 for members) to review the current Professional Standards 1 (PS1) and draft a 'NEW PS1' to ensure the standard remains in line with the new legislation.
3. The new legislation is expected to require general business insurers to appoint a signing actuary to sign reserves across all lines of businesses and obtain the approval of the IA for such appointment. This will be in line with the existing arrangement where actuarial reports have to be submitted for long term business, the actuary have to submit regular actuarial reports on general insurance business.
4. The working group is recruiting volunteers to review the "NEW PS1" to ensure that it is appropriate for actuaries working in general business.

Details

5. Benefits of volunteering
 - a. Influence how members of ASHK with statutory roles (appointment subject to approval from the IA such as GI Signing Actuaries, Appointed Actuaries, directors) 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.
6. Tasks
 - a. Review the existing [PS1](#).
 - b. Review the RBC draft legislation documents (see Appendix 2)
 - c. Review, comment and suggest improvement to each iteration of the "NEW PS1" (GI related sections) to ensure that it is in line with the new RBC legislation.
 - d. Provide written and/or verbal feedback, with a total commitment of around 10 hours during the period.
7. Requirements
 - a. A Fellow member of an actuarial body, and preferably an existing GI Signing Actuary.
 - b. 3 years of relevant working experience in general business.
 - c. Familiar with the situation in Hong Kong, particularly the legal, judicial and social environment.
 - d. Good understanding of ASHK.
 - e. Good understanding of the Professional Standard of other actuarial professional bodies will be a plus.
8. Period

Jun 2022	Volunteering starts
Sep 2022	Final proposal submitted to ASHK Council for approval
Dec 2022	"NEW PS1" ready
9. If you would like to volunteer, please email to info@actuaries.org.hk with
 - a) Name
 - b) Email
 - c) Work details
 - d) Brief bio of relevant experience

Appendix 1 – Existing PS1 Working Group members

Rockson Leung, Manulife (Chair)
 Flora Chan, Manulife
 Xavier Lo, AXA General Insurance
 Nora Li, AIA
 Steve Cheung, EY
 Trinity Pong, AXA XL Reinsurance

Appendix 2 – RBC draft legislation documents

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