



Geneva Assoc.

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The Company You Keep[®]



Panel Members

Jerry de St Paer, Senior Vice President Finance, AIG

- Chairman of GNAIE

Jo Oechslin, Group CRO, Munich Re

- Chairman of the CRO Forum

Denis Duverne, CFO, AXA

- Chairman of the CFO Forum



Global Consensus on Accounting Principles

- **Consensus amongst The CFO Forum, GNAIE and Japan on fundamental accounting principles**
- **Except for the discount rate to use to value liabilities and the question of discounting PC reserves at all**
- **Agreement on**
 - No Gain or loss at Issue
 - Margins released as insurer is released from risk
 - Measure all expected future cash flows
 - Use the company's own best estimate of future experience including expenses
 - No unbundling
 - No reflection of own credit standing
- **Ignored by IASB**



E&Y Prepared a Summary of the Responses to the IASB Discussion Paper

- **Comments agreed with global industry**
- **Lack of support for**
 - **Current Exit Value Measurement Attribute**
 - **Many of the specifics**
- **Strong support for Field Testing proposals**



Geneva Association Sponsored Meeting in New York – May 13th

- **Attended by:**

- CFO Forum
- CRO Forum
- GNAIE
- JAPAN

- **Significant differences**

- **Agreed to work towards finding a consensus**



Nexus of Accounting and Solvency:

- **Lots of Important and Challenging Questions for Our Panel to Choose from**



“We must, indeed, all hang together or, most assuredly, we shall all hang separately.”

-Benjamin Franklin

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