

## **DCM Draft**

### **Overview of Proposed Committee Work on IAIS Core Principles**

**March 21, 2013**

**Does EOC support this DMC project?**

**Project: Monitor international events and develop ongoing matrix of key issues**

#### **I. Why is International Events of Interest to CAFII?**

- Be current on events since it is on Canadian regulator radar
- ICP (Insurance Core Principles) high profile with regulators for potential regulator action in the Alternate Distribution Market:
  - CCIR and FSCO spending considerable time reviewing
  - Quebec's Commercial Guidelines
  - Distribution Guide revisions
  - PPI analysis continues and changes to regulatory methods
  - US Debt Protection enforcement and review continues

#### **II. How Do We Keep Abreast of These Events?**

- Ongoing review of international press
- Create matrix to present to EOC on ICP
  - Cross-reference with PPI, CAFII Project, U.S Debt Protection
- Identify key issues areas for review such as
  - Monitoring
  - Complaints
  - Bundling
  - Conflict of Interest (e.g. lender compensation)
  - Suitability – eligibility (sufficient in place)
  - Insurance ending prior to Loan payout (e.g. age 70)
- Ongoing update of matrix for use by CAFII

#### **III. Potential Outcomes**

- Benchmarking CAFII members (in aggregate) on specific issue areas
- Use to respond to regulators (and potentially to media)
- Develop presentation material to use with regulators to reinforce industry alignment with key international issues (e.g. use in webinars; presentations to regulators)

#### **IV. Questions for EOC**

- Is this a useful DMC project? If so,
  - What kind of reporting and on what frequency would be helpful for CAFII?
  - Proposed accountabilities:
    1. ED (Brendan) to monitor UK and US press and provide updates
    2. DMC to update matrix and provide analysis and presentation material as applicable