

21 November 2016

2016 list of global systemically important insurers (G-SIIs)

1. In November 2011 the Financial Stability Board (FSB) published an integrated set of policy measures to address the systemic and moral hazard risks associated with systemically important financial institutions (SIFIs).¹ In July 2013, the FSB, in consultation with the International Association of Insurance Supervisors (IAIS) and national authorities, identified an initial list of nine global systemically important insurers (G-SIIs) using an assessment methodology developed by the IAIS, and the policy measures that should apply to them.² That report noted that the list of G-SIIs would be updated annually and published by the FSB each November based on new data.
2. The FSB, in consultation with the IAIS and national authorities, has identified in 2016 nine insurers as G-SIIs as part of its annual identification process of global SIFIs. The 2016 G-SII list (see Annex) is based on a recommendation made by the IAIS using end-2015 data. The insurers on the 2016 G-SII list remain the same as those on the 2015 list.³
3. G-SIIs will be subject to the following internationally agreed standards:
 - Higher loss absorbency (HLA), the initial development of which was published by the IAIS in October 2015.⁴ The HLA requirements, which will be revised to reflect further work by the IAIS on the G-SII assessment methodology, are scheduled to be applied starting from January 2019 to those G-SIIs identified in November 2017.
 - Enhanced group-wide supervision, including for the group-wide supervisor to have direct powers over holding companies and to oversee the development and implementation of a Systemic Risk Management Plan and a Liquidity Management Plan.
 - Group-wide recovery and resolution planning and regular resolvability assessments. The resolvability of each G-SII is also reviewed in a high-level FSB Resolvability

¹ See FSB, *Policy Measures to Address Systemically Important Financial Institutions*, 4 November 2011 (http://www.fsb.org/2011/11/r_111104bb/).

² See FSB, *FSB identifies G-SIIs and the Policy Measures that will Apply to Them*, 18 July 2013 (http://www.fsb.org/publications/r_130718.htm).

³ See FSB, *2015 update of list of global systemically important insurers (G-SIIs)*, 3 November 2015 (<http://www.fsb.org/2015/11/2015-update-of-list-of-global-systemically-important-insurers-g-siis/>).

⁴ See IAIS, *Higher Loss Absorbency Requirement for Global Systemically Important Insurers (G-SIIs)*, 5 October 2015 (<http://www.iaisweb.org/page/supervisory-material/financial-stability-and-macroprudential-policy-and-surveillance/file/57131/iais-higher-loss-absorbency-requirement-for-g-siis>).

Assessment Process (RAP) by senior regulators within the institution's Crisis Management Group.⁵

4. The IAIS is continuing work on its methodology and published *Global Systemically Important Insurers: Updated Assessment Methodology* in June 2016 following a consultation process launched in November 2015. The FSB looks forward to receiving in the first quarter of 2017 a workplan and timelines for the further work on the assessment methodology.
5. The IAIS is also exploring an activities-based approach to addressing systemic risk as a possible complement to the G-SII entity-based assessment approach. The FSB looks forward to receiving further updates on this work.

⁵ For the nine G-SIIs identified this year, the Resolvability Assessment Process will be conducted starting in 2017.

G-SIIs identified as a result of the 2016 G-SII assessment exercise

Aegon N.V.

Allianz SE

American International Group, Inc.

Aviva plc

Axa S.A.

MetLife, Inc.

Ping An Insurance (Group) Company of China, Ltd.

Prudential Financial, Inc.

Prudential plc