NED – A CHALLENGING ROLE

Risk v Capital →

Be sufficiently knowledgeable about risk and capital management
Understand all the risks faced and how they translate into solvency requirements
Ensure the use of the standard model or internal model (or both) is appropriate to calculate the SCR. Challenge the SCR assumptions

Policy Development →

Determine how the ORSA is developed and implemented
Verify procedures are being followed

Strategic planning →

Approve the long and short term capital plan
Consider business strategy and risk appetite/tolerance
Consider alternatives to cope with the unexpected