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Current issues in Capital Modelling

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Market Risk & Inflation

External models and recent events

Alignment to plan & Risk metrics

What are the current burning issues?

02 November 2023

Market Risk & Inflation

- *Do we have inflation modelling under control? What are the current challenges?*
- *Has the new higher inflation and interest rates environments caused problems in our models?*

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External models and recent events

- *External models have yet again struggled to capture recent events – are people changing how they use them?*
- *How are people dealing with large differences between models, e.g. Cyber?*

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Alignment to plan & Risk metrics

- *Is the plan a mean, a stretch target or something else? How are people calibrating their models?*
- *Aside from capital, what are the other key metrics from the model and how are these used?*

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What are the current burning issues?

- *Solvency UK*
- *Geo-politics*
- *Generative AI*

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Questions

Comments

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