

Integrated Supervision

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Trends

- Internationalisation
- Concentration
- Conglomeration

Motives

- Profitability
- Risk spreading
- Efficiency
- Broad supply of financial products

Risks, Time Horizons

- Pensions - very long
- Life insurance - long
- Credit risk - medium
- Market risk - short

Integrated Supervision, Advantages

- Good overview
- Common supervisory framework
- Easy communication
- Co-ordinated supervisory approach

Group-Wide Risk Assessment

- Business areas and strategy
- Corporate governance
- Management control in essential risk areas
- Organisation and internal control
- Pricing
- Capital allocation
- Capital strength
- Stress tests
- Liquidity
- Ownership
- Public accounts, rating
- Compliance



Joint Forum Issues

- Information sharing
- Co-ordination of conglomerate-supervision
- Capital adequacy
- Risk concentrations, intra-group transactions
- Fit and proper principles



New Conglomerate-Directive

- Capital requirements on conglomerate level
- Methods for risk management and internal controls on conglomerate level
- Reporting of intra-group transactions and risk concentration on conglomerate level