

Introduction

Companies preparing to implement PRIIPs (Packed Retail and Insurance-based Investment Products) requirements face significant challenges in these areas:

TIMING	products can only be sold from 1 January 2018 if key information documents (KIDs) have been provided
INTERPRETING	PRIIPs rules
GATHERING	data on past performance, cost allocations, credit ratings, risk profile, etc.
CATEGORISING	products and funds to determine their risk and reward profile
BUILDING	and validating calculation engines and simulation models needed to produce the summary risk indicator (SRI)
USING	proxies for funds lacking data
DEVELOPING	governance structures to assess appropriateness of risk ratings, determination of recommended holding periods and target customers, and signoff of complete KIDs
IMPROVING	document management systems
ACQUIRING	skills to prepare clear, concise KIDs in the appropriate language for the target market

The overall PRIIPs project

SCOPING	DESIGN	PROJECT IMPLEMENTATION	VALIDATION	MONITORING
1	Gather the data			
2	Compute risk indicators, performance scenarios and costs			
3	Design and build the IT infrastructure			

Our approach

A full-service implementation to meet your requirements

We offer a full suite of PRIIPs services adapted to your specific needs	Our services include consultancy advice and assistance with KID calculations and production including project management	We can also provide a full implementation service including the development of the required IT infrastructure for KID production	Fully flexible: pick and choose the modules you require
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Elements of our service: a modularised approach

SCOPING AND DESIGN	IMPLEMENTATION	GOVERNANCE	LIFECYCLE
<ul style="list-style-type: none">Create gap reportGather and assemble dataCreate KID template specificationsDesign operating modelSet document publication rulesBenchmark to best practices	<ul style="list-style-type: none">Create Implementation planBuild IT infrastructureCreate contentNarrativesBuild calculation engineProduce documentsDisseminationHold training and workshops	<ul style="list-style-type: none">Conduct review and assuranceEstablish governance structuresPerform quality checks and controls	<ul style="list-style-type: none">Embed production and monitoring processManage change triggersManage audit trail and documents

The KID

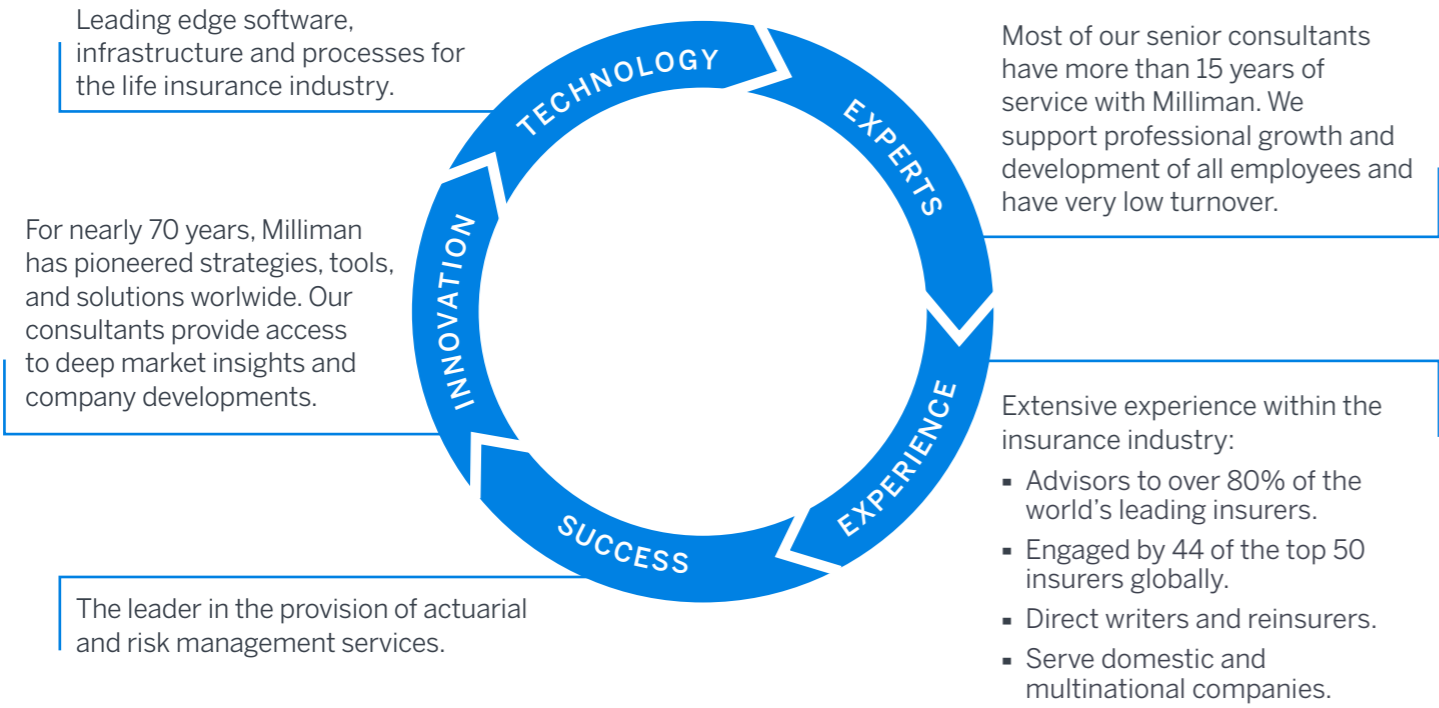
GAP ANALYSIS	<ul style="list-style-type: none">Conduct a gap analysis and develop a road map to successful implementationBenchmark to peers	
DATA	<ul style="list-style-type: none">Gather dataClassify products and fundsAssess data quality	
RISK	<ul style="list-style-type: none">Compute each PRIIP's SRI by identifying and analysing the risk class of a PRIIPSet each PRIIP's risk and reward profile	IMPLEMENTATION <ul style="list-style-type: none">Data analyticsModels and systemsTesting
PERFORMANCE	<ul style="list-style-type: none">Produce performance tablesIllustrate insurance events	
COST	<ul style="list-style-type: none">Analyse cost allocations and develop cost disclosure tablesSet biometric costs	
MONITORING	<ul style="list-style-type: none">Review ongoing appropriateness of SRI and the performance scenarios in light of emerging experienceManage change triggers	
REVIEW	<ul style="list-style-type: none">Review completed KIDsCreate test bedMeasure consistency & quality control	

Post implementation operational challenges

LIFECYCLE	GOVERNANCE	AUTOMATION
<ul style="list-style-type: none">Monitoring ongoing appropriateness of KIDsCreating teams to manage KID lifecycle	<ul style="list-style-type: none">Establishing effective governanceLinking to product oversight and governance	<ul style="list-style-type: none">Automating KID production for new and existing products/fundsStreamlining internal processesManaging dissemination, including KID website

Our extensive experience in the PRIIPs market	Followed PRIIPs developments since their inception.	Informed views on how to best address challenging aspects of PRIIPs regulations.	Ongoing involvement with industry bodies where PRIIPs is a current hot topic.
	Held ongoing client discussions to explore options on how to best meet their individual compliance requirements.	Published analyses of each document prepared by the European Supervisory Authorities during the development phase of the PRIIPs regulations.	
	Involved in the development of tools to assist in producing risk ratings, performance scenarios and cost illustrations.	Presented widely on how best to meet the requirements of PRIIPs regulations.	
Thought leaders	Our consultants have produced an extensive body of insurance research, including regular PRIIPs updates, offering valuable insight into best practices and establishing us as thought leaders.		This experience equips us with strong benchmarking capabilities and deep understanding of insurance business operations.

Why Milliman?



KEY CONTACTS

Aldo Balestreri
Principal, Consulting Actuary
Milan, IT
aldo.balestreri@milliman.com

Luca Cavaliere
Consulting Actuary
Milan, IT
luca.cavaliere@milliman.com

AT A GLANCE

Implementing PRIIPs requirements

