



ASSOCIATION ACTUARIELLE INTERNATIONALE INTERNATIONAL ACTUARIAL ASSOCIATION

Date: 1 October 2015

To: Presidents and Council Delegates of IAA Full Member Associations
Presidents and Council Representatives of IAA Associate Member Associations
Representatives of IAA Partners, Observers and Patrons

Copy: Correspondents, IAA Full and Associate Member Associations
Members of Actuarial Standards Committee and its task forces
Members of IAA Insurance Accounting, Insurance Regulation, Enterprise and Financial Risks and Professionalism Committees, and the Education and Practice Subcommittee of the Insurance Accounting Committee
Members of the Standard Setters Round Table
Other interested parties

From: Alf Gohdes, Chair, Actuarial Standards Committee (ASC)

**Re: Exposure Draft of Proposed International Standard of Actuarial Practice
1A Governance of Models**

We are pleased to attach the exposure draft of proposed International Standards of Actuarial Practice 1A (ISAP 1A) on Governance of Models and related amendments to the Glossary. These have been drafted by the ISAP 1A Task Force of the ASC and approved for exposure by the ASC in accordance with Due Process. The purpose of this ISAP is to provide guidance to actuaries on Governance of Models.

This ISAP is a model standard intended to be suitable for adoption by actuarial standard-setting organizations who wish to do so. It is the IAA's intent that by publishing model international standards it will encourage the creation and convergence of national actuarial standards.

We ask you to distribute these exposure drafts (also available under [Publications on the IAA website](#)), widely within your organization, and to any actuarial standard setters and other interested parties in your jurisdiction. The deadline for comments on these drafts is 31 March 2016.

Comments (from your organization, your members, or other parties to which you forward these exposure drafts) should be addressed to ISAP1A.comments@actuaries.org with "ISAP 1A" in the email header. The comment should make clear if it is a personal response or one representing a particular association, standard-setter, or other entity. Only the amendments to the Glossary are open for comment.

The preferred format for submitting comments is the comment template provided herewith, attached to an e-mail. If a markup of the exposure draft is also submitted we recommend using the comment feature liberally, giving reasons for proposing the change. All comments will normally be posted to the International Actuarial Association website identifying the commenter(s). However, in exceptional cases, in response to a request which the IAA Secretariat is satisfied is for a valid reason, comments may be either posted to the website anonymously or withheld from the website.

We ask the commenters particularly to consider the following questions:

1. Is the guidance clear and unambiguous? If not, how should it be changed?
2. Is the guidance sufficient and appropriate? If not, how should it be changed?
3. Is it clear how the guidance in the proposed ISAP relates to the guidance in ISAP 1? If not, how should it be changed?
4. Is the guidance at the right level of detail? If not, what text should be omitted because it is too detailed? In what areas do actuaries need more detailed guidance?
5. Are there other matters that should be included in this standard? Are there some included here that should not be?

Thank you in advance for your attention to this matter. The ASC and its ISAP 1A Task Force look forward to the responses.