

**FINANCIAL RISKS COMMITTEE
REPORT FOR THE PERIOD NOVEMBER 2004 – MAY 2005**

Work has continued on the Enterprise Risk Management project.

The Enterprise Risk Management International Institute has now been formed and further information will be given on this at the Council meeting. In general, there has been a continuing rapid expansion of the risk profession, driven in part by regulators. This is likely to continue to be part of our work and will probably be the theme of the Committee's involvement in the Paris Congress.

We have made less progress on the twin topics of Financial Economics and Asset Liability Modelling. There has been a lot of national activity but action at IAA level has been slow due to the Committee Chairman being unable to devote any time to the work. We plan on using the Rome meetings to give this a kick-start.

We have continued our series of seminars on risk with successful meetings in India and South Africa.

David Kingston, Chairperson
Tony Coleman, Vice-Chairperson