Supporting Sustainable Economic Development—Exploring the Role of Insurance Supervisors

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IAIS
INTERNATIONAL ASSOCIATION OF INSURANCE SUPERVISORS

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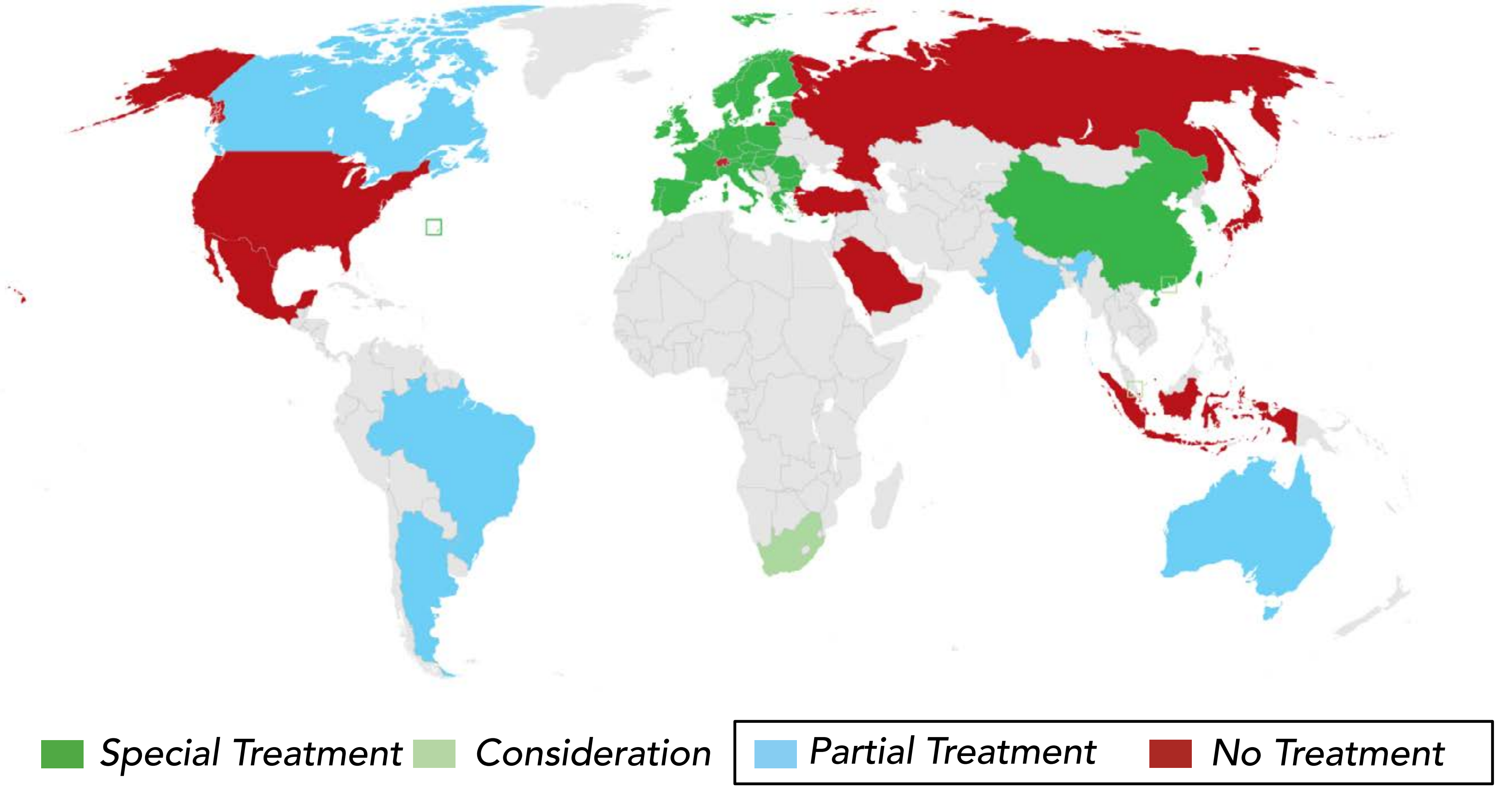
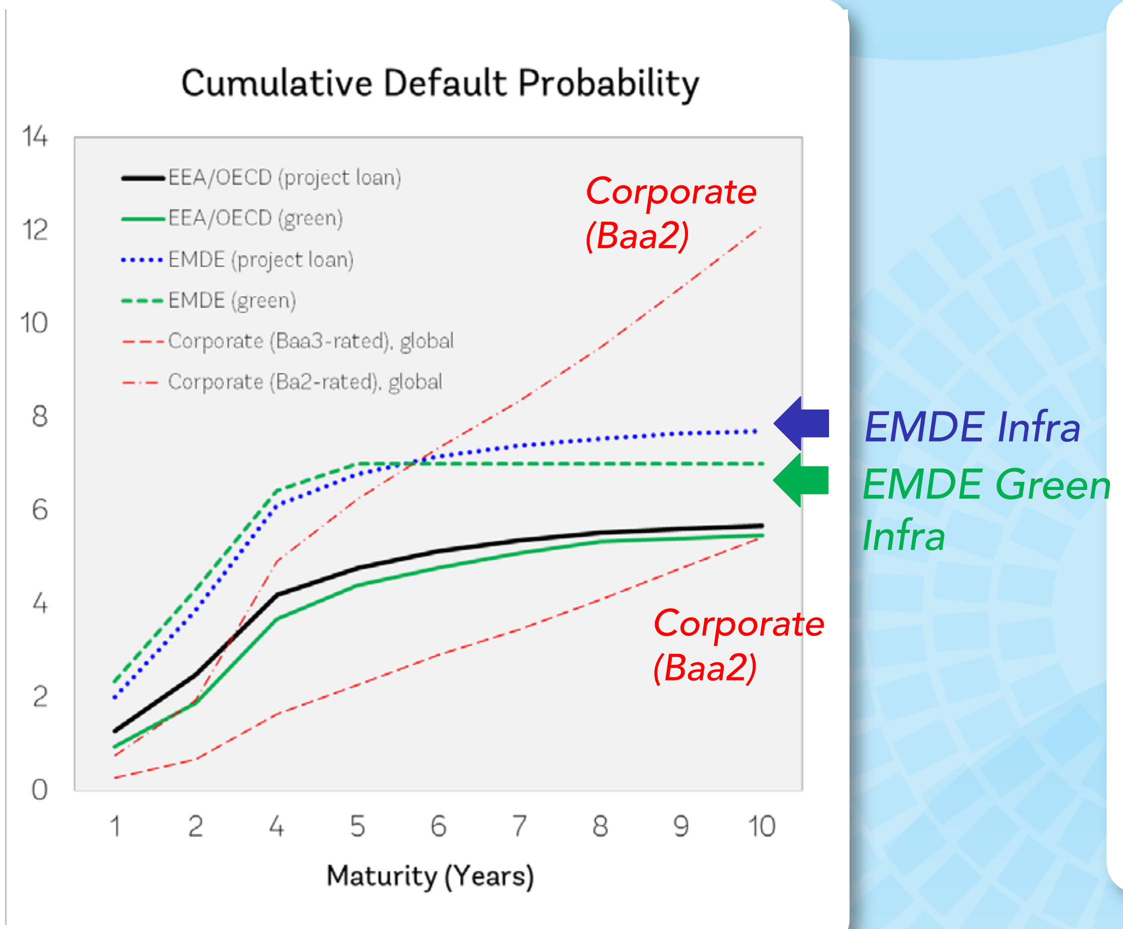
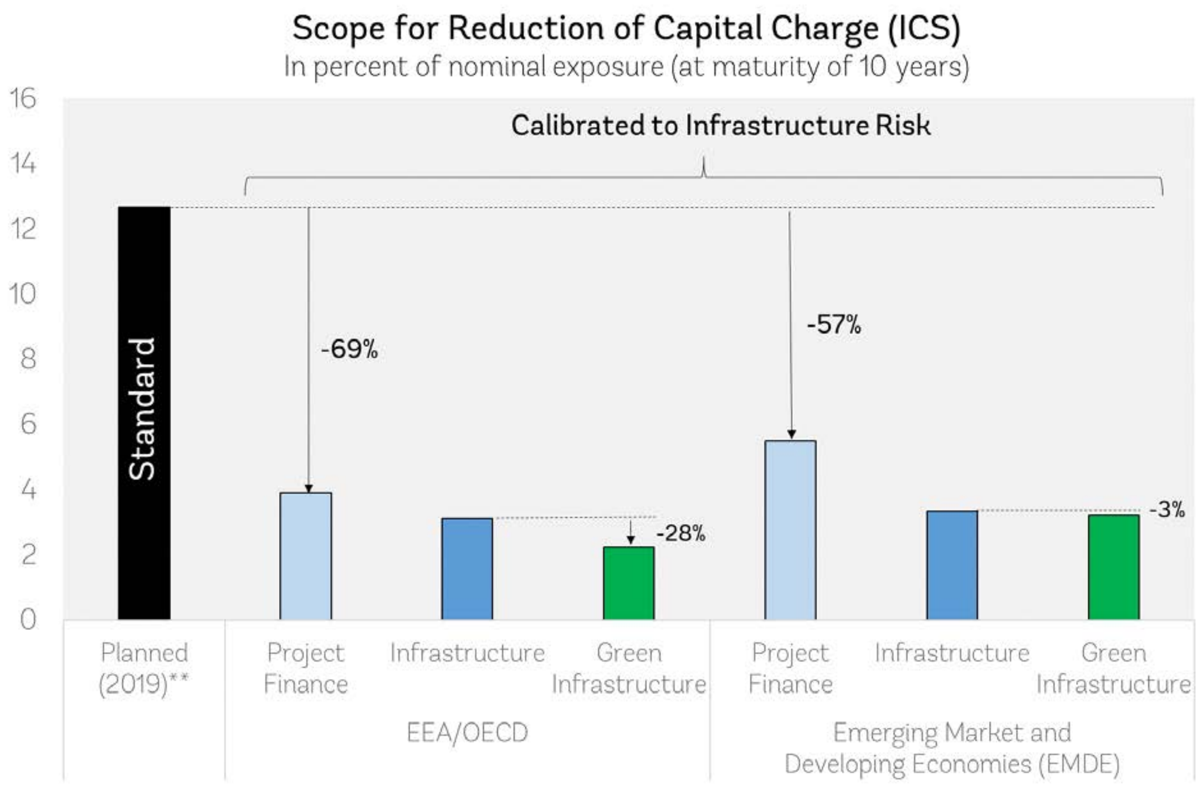
Insurance Solvency Regimes—Regulatory Treatment of Infrastructure



Credit Risk Profile—Infrastructure vs. Corporate Risk

Infrastructure projects are resilient in both advanced and developing countries, esp. in green sectors.





Sources: Jobst (2018a and 2018b), Levy (2017 and 2018), IAIS, and Moody's Investors Service. *Note:* "green" denotes project finance in industry sectors that meet the use-of-proceeds eligibility criteria of the Green Bond Principles; */ calibrated using a single factor model consistent with Vasiček (with actual default and recovery rates); **/ currently in field-testing, to be adopted after the end of 2019.

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Recent Reports and Regulatory Treatment of Infrastructure

FSB FINANCIAL STABILITY BOARD

Evaluation of the Effects of Financial Regulatory Reforms on Infrastructure Finance

asset class. The conclusion also does not preclude international standard-setting bodies from continuing to assess the extent to which their standards are adequately calibrated to the particular characteristics and risks of IF. The feasibility and desirability of a different

Source: Financial Stability Board (July 18, 2018), available at http://www.fsb.org/wp-content/uploads/P180718.pdf

G20

Report of the G20 Eminent Persons Group on Global Finance Governance

Proposal 5b: *Review the regulatory treatment of infrastructure investment by institutional investors.*

Source: G20 Eminent Persons Group, 2018, "Making the Global Financial System Work for All" (October), available at https://www.globalfinancialgovernance.org/assets/pdf/G20EPG-Full%20Report.pdf.

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Related Literature

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