

review of investment risk management function of an insurer



ANB has helped a leading life insurance company to review and implement effective investment risk management function both from functional as well as system perspective.

client brief

The client is one of emerging private life insurers.

business needs

The insurer being an emerging life insurer realized the need to review its Investment function both from Functional as well as system perspective. The client at the same time wanted to review its Investment Function in light of Insurance Regulatory requirements and industry benchmarking.

challenges

With increasing quantum of money with insurers, the role of the Regulator in framing comprehensive investment regulations for safeguarding policyholders' interest has become vital. The Insurance regulator has over the period has issued Investment Regulations which are constantly updated in keeping with the increasing risks in this function. This has posed a real challenge as systems and processes need to be upgraded to meet the regulator's aforesaid requirements.

The client wanted an expert in this area to help plug gaps in its investment risk management function.

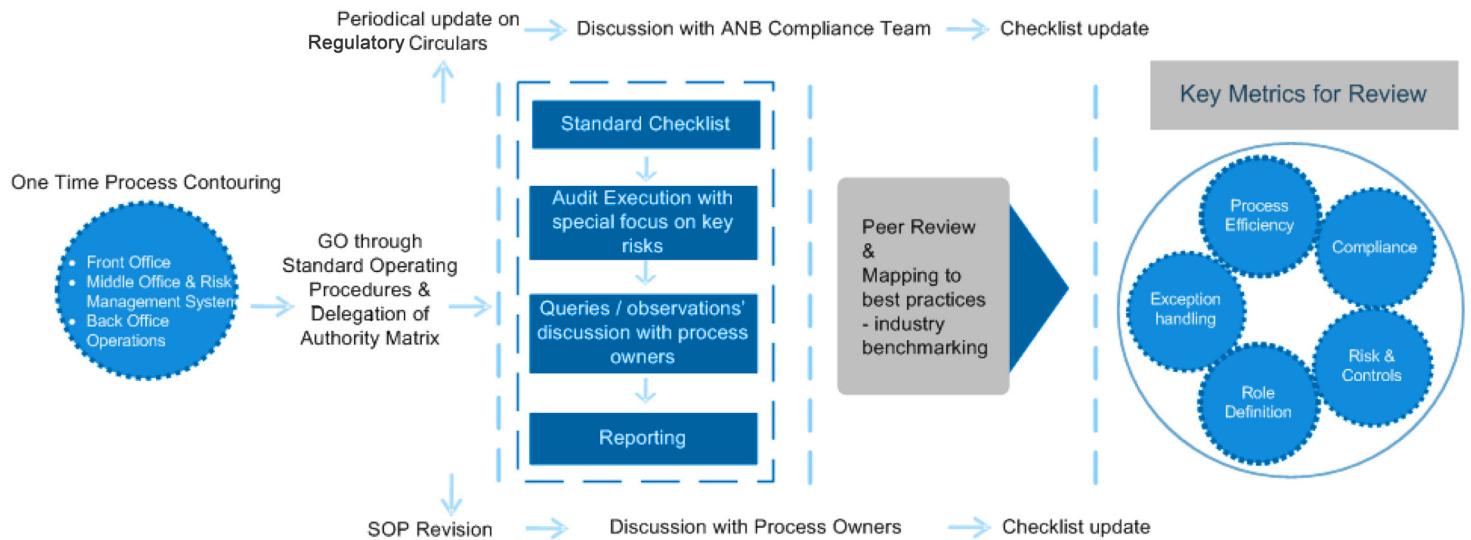
review of investment risk management function of an insurer

solution approach

ANB with its qualified personnel helped the client review following areas:

Functional	<p>Front office -</p> <ul style="list-style-type: none"> Fund flow Asset allocation Deal execution Segregation of fund manager / dealer – Segregation, Access Controls and Authorization Inter fund transfer <p>Mid office -</p> <ul style="list-style-type: none"> Tracking of Regulatory limits – Compliance and Exception reports Review, Monitoring Reporting <p>Back office -</p> <ul style="list-style-type: none"> Settlement of trade Errors during broker execution leg Uploading of valuation price files Computation of NAV Reconciliation 	Systems	<p>IT Systems and Processes supporting Investment Operations</p> <ul style="list-style-type: none"> Policy and procedures Access control Third party BCP Change management Data center Capacity Management Anti-virus Back-up DR Physical and logical access Patch management
-------------------	--	----------------	--

The following was the approach adopted in this regard:



Ms. Smita Gune
 Director, Head BFSI Practice
 smita.gune@anbglobal.com
 +91 98211 34191

Mr. Amit Dedhia
 Associate Director
 amit.dedhia@anbglobal.com
 +91 98332 83643