

Guideline on Capital Adequacy Requirements

Notice is hereby given by the *Autorité des marchés financiers* (the “AMF”), that the draft revised *Guideline on Capital Adequacy Requirements* (the “guideline”) is published for consultation. This guideline is intended for life and health insurers licensed to transact insurance business in Québec. The changes are expected to come into effect on January 1st 2013. The changes mainly have for objective:

- to consider the implementation on January 1st 2013 of changes to accounting standards related to pension plans and joint ventures;
- to integrate the interpretation notice on mortality improvement published in the Bulletin of January 20th, 2012;
- to make various corrections and clarifications, including for purposes of harmonization across Canada.

Other changes are still under analysis and are not included in this draft. They are related to the followings:

- the treatment of subsidiaries;
- the lapse risk component;
- the treatment of intangible assets.

Financial institutions and interested persons in submitting their comments are invited to provide them no later than October 19, 2012. It should be noted that comments submitted will be made public unless otherwise noted.

Request for comments

Comments regarding the above must be made to the following:

M^e Anne-Marie Beaudoin
Corporate Secretary
Autorité des marchés financiers
800, square Victoria, 22nd floor
C.P. 246, tour de la Bourse
Montréal (Québec) H4Z 1G3
Fax: (514) 864-6381
E-mail : consultation-en-cours@lautorite.qc.ca

Further information

Further information is available from:

Sylvain St-Georges, fsa, fcia
Prudential and Commercial Practices Standards
Autorité des marchés financiers
Telephone: (418) 525-0337, ext. 2385
Toll free: 1 877 525-0337
E-mail: sylvain.st-georges@lautorite.qc.ca

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