

24 December 2021

Our Ref: INS/TEC/6/20/6 Subfile IV

By **email** only

To: Chief Executives of authorized insurers carrying on long term insurance business

Dear Sirs,

**Prescribed Scenarios for Long Term Insurance Business in relation to GL21**

I am writing to inform you that the Prescribed Scenarios for long term insurance business (“Prescribed Scenarios”) in relation to Guideline on Enterprise Risk Management (“GL21”) has been updated today as enclosed (See **Appendix**).

The Insurance Authority (“IA”) issued in January 2021 requirements in respect of the Prescribed Scenarios for the first Own Risk and Solvency Assessment (“ORSA”) Report, for the financial year ended 31 December 2020. The IA also advised insurers that the Prescribed Scenarios would be reviewed and further revised for subsequent ORSA Reports. The IA has reviewed the Prescribed Scenarios for the purpose of achieving our supervisory objectives and revised a new set of Prescribed Scenarios for subsequent ORSA Reports, i.e. for the financial year ended 31 December 2021 and onwards until next revision.

We take this opportunity to thank the insurance industry and professional bodies for providing invaluable comments on the Prescribed Scenarios. You may also download the Prescribed Scenarios and the summary of comments from the IA’s Guidelines website<sup>1</sup> and the Insurer’s Collaboration Corner<sup>2</sup> respectively.

Should you have any queries in relation to the above, please contact Ms Kay Szeto at 3899 9980, or email us at [rbcphase2@ia.org.hk](mailto:rbcphase2@ia.org.hk).

Yours faithfully,

Tony Chan  
Associate Director  
Policy and Development Division  
Insurance Authority

Encl.

c.c. Chairman, The Hong Kong Federation of Insurers  
President, The Actuarial Society of Hong Kong

<sup>1</sup> [https://ia.org.hk/en/legislative\\_framework/guidelines.php](https://ia.org.hk/en/legislative_framework/guidelines.php)

<sup>2</sup> [https://ia.org.hk/en/portal\\_for\\_insurers/icc/welcome.html](https://ia.org.hk/en/portal_for_insurers/icc/welcome.html)