



Educating and Developing
Financial Professionals

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| Title | Equity Release Mortgage: The Irish Experience - Society of Actuaries - 2019 |
| Short Name | Equity Release Mortgage: The Irish Experience - Society of Actuaries - 2019 |
| Requested By | Society of Actuaries Ireland |
| Requested By Email | |
| IOB Number | |
| Year | 2019 |
| Accreditation Number | LIA06347_2019 |
| Short Description | Equity Release Mortgage: The Irish Experience - Society of Actuaries - 2019 |
| MCC1 | |
| MCC2 | |
| MCC3 | 1.5 |
| MCC4 | |
| MCC5 | |
| MCC6 | |
| MCC7 | 1.5 |
| MCC8 | |
| CreditUnion_Hours | |
| DebtManagement_Hours | |
| Ethics_Hours | |
| PTP_Hours | |
| Total_Hours | 1.5 |
| Type | External |
| Max Capacity | |
| Attendees | |



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General Description

Equity release mortgages (ERMs), also called lifetime mortgages, have played an increasing role in generating income for retired homeowners. As new liquidity rules have reduced the supply of bank lending, so insurers have stepped in, encouraged by generous regulatory treatment for annuity writers. Some methods for valuing ERMs have proved controversial, particularly in relation to assumptions for future growth in house prices which determine whether the lender is able to recover the mortgage balance on the borrower's death. As the volume of these assets grows on insurance balance sheets, there are concerns that insurers' reliance on continued house price growth could make the industry less resilient to the next house market downturn. This paper describes the basic products and illustrates alternative valuation methods with reference to Ireland and the UK. We summarise recent research and provide example calculations to illustrate the competing methods, highlighting areas of actuarial debate. We conclude with a discussion of the value of these products – both positive and negative – to society as a whole.



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Further to your recent submission for CPD approval, this request has now has been reviewed according to the criteria in relation to awarding CPD hours.

This event has been approved for CPD under the accreditation number and title noted in the attached CPD approval document. Please reference this number and title in any future correspondence regarding same.

Please also advise any attendees of the full title and accreditation number for this event so that they can record the event in their CPD log in Your LIA. It is important that attendees receive this information from you otherwise they will be unable to record this event to their CPD log.

Members are required to attend for the full duration of an event in order to claim the CPD hours approved for that event. Where a member has not attended for the full duration he/she is required to submit a new application for reduced hours. Evidence of attendance is required in the event of a CPD audit e.g. sign-in/out log. The Administrators reserve the right to contact the event provider to verify attendance for the full or part duration.

Companies/bodies organising events for CPD purposes and applying for hours must submit a new application for reduced hours where members do not attend for the full duration. Event providers applying for CPD hours must hold records of attendance e.g. sign-in/out log in the event attendees are selected for audit and confirmation of full/part attendance is required.

It is the responsibility of event providers to clearly advise attendees (in advance of the event) the accreditation number(s) allocated to the event by LIA and/or the Institute of Bankers, as well as the number of CPD hours applicable and the categories of CPD the hours awarded relate to. This should also be announced/indicated to attendees at the beginning/end of the event.

It is important to note that events must be approved for CPD hours in each calendar year. Events should be re-submitted for approval if running it again in a new CPD year.

| Retail Product Categories | |
|-----------------------------|--|
| MCC 1 Life Assurance | MCC 5 Commercial General Insurance |
| MCC 2 Pensions | MCC 6 Private Medical Insurance and Associated Insurance |
| MCC 3 Savings & Investments | MCC 7 Housing Loans, Home Reversion Agreements etc. |
| MCC 4 Personal General | MCC 8 Consumer Credit & Associated Insurances |