

**Establishment of the IIA - Outstanding issues from HKFI's perspective**

	Latest status	What's expected from OCI / FSTB / IIA
<b>Regulatory issues</b>		
Various by-laws, guidance notes, guidelines to be issued by the IIA, code of conduct for licensed insurance intermediaries	<ul style="list-style-type: none"> <li>- First draft of guidelines on pecuniary penalty, 'fit and proper' requirements, guideline on CPD requirements was circulated to GIC and LIC Councillors. Initial comments were sent to the FSTB in April and June 2016.</li> <li>- Other regulatory documents are being drafted by FSTB / IIA</li> </ul>	<ul style="list-style-type: none"> <li>- Early finalization of the various drafts and a clear timetable on industry consultation.</li> </ul>
Regulated activities of salaried staff	<ul style="list-style-type: none"> <li>- Submitted a full set of possible scenarios to OCI on 09.12.2015.</li> <li>- Follow up emails were sent on 20.04.2016 and 23.08.2016</li> <li>- OCI's reply: work is in progress but there are other priorities and it takes time to respond to the extensive list of scenarios</li> <li>- Sought FSTB's assistance on 24/11/2016</li> </ul>	<ul style="list-style-type: none"> <li>- An early written response on each of the scenarios contained in HKFI's submission presented to OCI more than a year ago.</li> </ul>
HKFI to retain the authority of organising qualified CPD activities without the need to go through accreditation by the Assessment Authority	<ul style="list-style-type: none"> <li>- Raised this at IIA Working Group meetings.</li> <li>- Informally discussed with the IIA.</li> </ul>	<ul style="list-style-type: none"> <li>- Early confirmation from the regulator so that HKFI can step up efforts to provide more quality training for industry practitioners.</li> </ul>

	Latest status	To be followed up by OCI / FSTB / IIA
<b>Transfer from IARB to IIA</b>		
Extra cost incurred by HKFI / IARB during the transition	<ul style="list-style-type: none"> <li>- Brief quotation on data transfer was submitted to FSTB / OCI in Oct 2015. Will follow up with IIA after they have engaged IT contractor.</li> <li>- As mentioned in numerous IIA Working Group meetings, other costs to be incurred: <ul style="list-style-type: none"> <li>· Manpower and resources in support of the required transition work;</li> <li>· Redundancy of HKFI compliance and registration staff upon all possible redeployment</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>- Arrange early discussion with HKFI on the cost recovery framework and related logistics arrangement.</li> </ul>
Electronic transfer of data	<ul style="list-style-type: none"> <li>- System specification provided to OCI</li> <li>- To follow up with IIA after they have engaged IT contractor</li> <li>- Discussed with IIA's IT Officer on potential collaboration.</li> </ul>	<ul style="list-style-type: none"> <li>- Early engagement of the IT consultant.</li> <li>- To provide a clear roadmap and timeline on the way forward.</li> </ul>
Physical transfer of documents	<ul style="list-style-type: none"> <li>- Storage methodology and storage volume provided to OCI</li> <li>- To liaise with IIA on the related logistics arrangement in due course.</li> </ul>	
Transfer of IARB staff and expertise	<ul style="list-style-type: none"> <li>- Raised the idea with FSTB's Eddie Cheung</li> </ul>	<ul style="list-style-type: none"> <li>- To discuss with HKFI on the mechanism involved and follow-up work required.</li> </ul>
On the ground execution of the transition arrangements	<ul style="list-style-type: none"> <li>- Raised the idea with FSTB's Eddie Cheung</li> </ul>	<ul style="list-style-type: none"> <li>- To set up a liaison group involving OCI / IIA / HKFI at working level to execute the agreed action plan. If deemed necessary, the group should continue to operate for some time after the official handover date.</li> </ul>