

JOURNALS

Knowledge is no longer shelved

The Cambridge Journals Digital Archive contains more than 160 journals, more than 3 million pages and more than 8 million linked references. Knowledge is now more visible and more searchable than ever.







journals.cambridge.org/archives



JOURNALS

Go Mobile

CJO Mobile (CJOm) is a streamlined Cambridge Journals Online (CJO) for smartphones and other small mobile devices



- Use CJOm to access all journal content including FirstView articles which are published online ahead of print
- Access quickly and easily thanks to simplified design and low resolution images
- Register for content alerts or save searches and articles – they will be available on both CJO and CJOm
- Your device will be detected and automatically directed to CJOm via: journals.cambridge.org



Guidelines for Contributors

British Actuarial Journal

British Actuarial Journal (BAJ) contains the papers presented to the sessional research programme of the Institute and Faculty of Actuaries along with transcripts of the discussions and debates. It also contains Presidential addresses; memoirs and papers of interest to practitioners. It is anticipated that three parts of BAJ will be published annually. For information on presenting a paper, contact Maria Lyons, e-mail: maria.lyons@ actuaries.org.uk

Annals of Actuarial Science

Annals of Actuarial Science (AAS) contains research papers in any area of actuarial science – life insurance, non-life insurance, pensions, health insurance, finance and investment, econometrics, insurance economics and financial risk management – in the form of original research, review papers and case studies.

AAS comprises 2 parts per Volume, issued in spring and autumn and all papers are subject to a rigorous process of peer-review. Papers should be submitted direct to the Editor, Professor Angus Macdonald BSc PhD FFA FRSE (Heriot-Watt University, Edinburgh), e-mail: a.s.macdonald@hw.ac.uk

For more information on contributing see http://journals.cambridge.org/aas

Disclaimer

The views expressed in this publication are those of the authors. The Institute and Faculty of Actuaries does not endorse any of the views stated, nor any claims or representations made in this publication and accepts no responsibility or liability to any person for loss or damage suffered as a consequence of their placing reliance upon any view, claim or representation made in this publication. The information and expressions of opinion contained in this publication are without guarantees, conditions or warranties as to their accuracy and are not intended to be a comprehensive study, nor to provide actuarial advice or advice of any nature and should not be treated as a substitute for specific advice concerning individual situations.

Printed by Bell and Bain Limited, Glasgow

This journal issue has been printed on FSC-certified paper and cover board. FSC is an independent, non-governmental, not-for-profit organization established to promote the responsible management of the world's forests. Please see www.fsc.org for further information.

VOLUME 16 – PART 2, PAGES 195–467

Contents	Page
SESSIONAL MEETINGS; PAPERS AND ABSTRACTS OF DISCUSSIONS	
Systemic risk in financial services. By D. Besar, P. Booth, K. K. Chan, A. K. L. Milne and J. Pickles	195
Abstract of the London discussion on the preceding.	301
Abstract of the Edinburgh discussion on the preceding.	321
ERM for insurance companies – adding the investor's point of view. By A. N. Hitchcox, P. J. M. Klumpes, K. W. McGaughey, A. D. Smith and N. H. Taverner	341
Abstract of the London discussion on the preceding.	385
Asset liability management for individual households. By M. A. H. Dempster and E. A. Medova	405
Abstract of the London discussion on the preceding.	441

Cambridge Journals Online
For further information about this journal please go to the journal website at: journals.cambridge.org/baj



MIX
Paper from
responsible sources
FSC® C007785

