



# Institute of Actuaries of India

Statutory body established under an Act of Parliament

Unit No. F-206, 2nd Floor, F Wing, Tower II, Seawoods Grand Central,  
Plot no R-1, Sector 40, Nerul Road, Navi Mumbai - 400706  
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## 3<sup>rd</sup> Capacity Building Seminar on IFRS 17

Group	:	Advisory Group on IFRS 17 (IND AS 117)
Date	:	Friday, 10 <sup>th</sup> May, 2019
Time	:	9:00 am to 6:00 pm
Location	:	Gurugram

### I. BACKGROUND

The International Accounting Standards Board on 18<sup>th</sup> May 2017 issued the new standard IFRS 17 - Insurance Contracts. This Standard sets the “rules” for determining the liabilities for insurance contracts. The implementation of IFRS 17 or the Indian equivalent IndAS 117 will impact measurement and reporting of financials not just from an actuarial perspective but also at an overall Company and Industry’s perspective.

In this seminar, which will be second among the series of such capacity building seminars, we have picked up some of the key topics under IFRS 17 and aim to perform a deep dive discussion on these topics. We will continue to pick more pertinent topic in subsequent seminars. The objective is to encourage discussion with the participants on these topics such that Indian industry is well prepared for IFRS 17 implementation.

### II. THE SEMINAR WOULD FOCUS ON THE FOLLOWING TOPICS:

1. Step-by-step illustration of computations required for different components of IFRS 17 statement for a Non-Par savings product
  - a. This session will take example of a model point of a typical Non-Par savings product (measured under the General Model approach) and explain the different cash flows from IFRS 17 perspective.
  - b. Identifying different line items that would flow into each of the following components of IFRS 17 statements: Insurance Revenue, Insurance Service Expense, Insurance Finance Income, Insurance Finance Expense.
  - c. Discussion on computation of Contractual Service Margin (“CSM”) including measurement at initial recognition, components of CSM roll forward, and identifying related items that would flow into P&L year on year.
  - d. How does the treatment differ for onerous versus non-onerous contracts.
2. Step-by-step illustration of computations required for different components of IFRS 17 statement for a Unit Linked product

This session will cover all components as topic #1 but for a Variable Fee Approach Model (“VFA”)
3. Methodology deep-dive: transition approach - Fair Value assessment
  - a. When can Fair Value approach be applied on Transition
  - b. Definition of Fair Value and key principles from IFRS 13 for determining fair value
  - c. Different approaches that can be used in calculating CSM at transition date using fair value
4. Methodology deep-dive: measurement approach for participating products
  - a. Discuss measurement approach for Par business under IFRS 17



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- b. VFA eligibility conditions required by the standard and various interpretations that might be drawn from it

## 5. Premium Allocation Approach (“PAA”) Eligibility

- a. Eligibility requirements for the PAA approach
- b. Judgements and calculations that might be required in assessing in PAA eligibility particularly for different general insurance contracts

### III. PRESENTERS:

Experienced professionals who have dealt with this transition in other jurisdictions would be participating in this capacity building seminar and sharing their experiences and insights with the audience.

### IV. WHO SHOULD ATTEND?

- The seminar is open to all who wish to enhance their skills in IFRS 17
- Non-members are welcome to attend.

### V. ANY PRE-READS?

Participants are encouraged to have read the IFRS 17 standard, its Basis of Conclusions, IASB staff papers for the topics listed above. It is also encouraged that IRDAI’s report on *Report of the Working Group on New Standard on Insurance Contracts (equivalent to IFRS 17 Insurance Contracts)* dated 31 Oct 2018 is also read.

### VI. GENERAL POINTS

- CPD Credit for IAI members : 6 hrs. Technical (Any one practice Area as per APS 9 -Rev. Ver 3)
- Registration last date : 7 May, 2019
- Dress Code : Smart Formals
- Point of Contact : Ambreen@actuariesindia.org
- Register at : <http://www.actuariesindia.org/SeminarRegistration.aspx>

### VII. REGISTRATION FEES (EXCLUDING 18% GST):

Categories	Amount in INR
Students & Associate Members	3,500
Affiliate & Fellow Members	7,000
Non Members	7,500

[CLICK HERE](#) to Register Now

Sunil Sharma  
President, IAI

Kunj Maheshwari  
Chair, Advisory Group on IFRS17 (IND AS 117)

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