

STAFF PAPER

25-26 June 2012

Insurance working group

Project	Insurance contracts		
Paper topic	Overview of papers for this meeting		
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Papers for this meeting

1. The papers for this meeting are as follows:
 - (a) Agenda papers 2, 3 and 4 provide:
 - (i) Feedback statements that describe the IASB's tentative decisions to date on the **definition of an insurance contract** and the **scope of the insurance contracts standard**, the **premium-allocation approach**, and the **accounting for non-insurance components**.
 - (ii) Working drafts of how we propose to implement the boards' tentative decisions on those topics. These drafts have been prepared by IASB staff and have not been reviewed by the IASB. Official pronouncements of the IASB are published only after it has completed its full due process, including appropriate public consultation and formal voting procedures.
 - (b) Agenda paper 5 reports back on recent board decisions on the use of **other comprehensive income to present the effects of discount rate changes**.
 - (c) Agenda paper 6 reports back on the targeted improvements to IFRS 9 and the rest of the board's **Financial Instruments** project.
 - (d) Agenda paper 7 seeks input on **estimating the residual margin on transition**.

- (e) Agenda paper 8 provides the latest version of the **IASB work plan** and a **progress report** for information.
- (f) Agenda paper 9 gives an **overview of the insurance contracts project** for information.
- (g) Agenda papers 10 and 10A describe ways in which insurers applying the building block approach could **present volume information** (ie measures of premiums and claims) in the statement of comprehensive income and seek input on:
 - (i) whether the information provided by an ‘earned premium’ presentation is useful (relative to the information provided by alternative presentations) and
 - (ii) the operational feasibility of measuring earned premiums for contracts accounted for using the building block approach.
- (h) Agenda paper 11 asks for feedback on the IASB’s decisions to **adjust the residual margin (unlocking)** for favourable and unfavourable changes in the estimates of future cash flows.

2. Because this is an IASB working group, the papers for this meeting focus mainly on the IASB’s ED. However, the IASB has been debating many of the issues jointly with the FASB, and so the FASB’s Discussion Paper (DP) *Preliminary Views on Insurance Contracts* is also relevant. We encourage working group participants to indicate any additional considerations that apply to the FASB DP during each of the sessions in this meeting.