

## STAFF PAPER

May 2012

## IASB Meeting

<b>Project</b>	<b>Insurance contracts</b>		
<b>Paper topic</b>	Cover note for IASB sessions		
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This paper has been prepared by the staff of the IFRS Foundation for discussion at a public meeting of the IASB and does not represent the views of the IASB or any individual member of the IASB. Comments on the application of IFRSs do not purport to set out acceptable or unacceptable application of IFRSs. Technical decisions are made in public and reported in IASB *Update*.

1. The following papers have been prepared for the IASB meeting in the week of 21 May 2012:
  - (a) Agenda paper 14A *Use of OCI - Overview* provides an overview of the staff recommendations in agenda papers 2H – 2K (the OCI papers for the joint meeting). In addition this paper explains how the staff recommendations would meet the objectives of using OCI in the Insurance contracts project. This paper does not ask for decisions.
  - (b) Agenda paper 14B *Use of OCI – Interaction with Financial Instruments Classification and Measurement Project* illustrate how the staff recommendations in the insurance contracts project interact with the recommendations in the financial instruments classification and measurement project. This paper does not ask for decisions.
  - (c) Agenda paper 14C *Should the IASB change its tentative decisions on risk adjustment and residual margin?* examines the key differences between the IASB’s risk adjustment and residual margin approach and the FASB’s single margin approach. It asks the Board whether it would consider changing its existing tentative decisions on the risk adjustment and residual margin.

2. In addition, the staff would like to provide board members with the opportunity to raise any questions they may have on AP2M *Additional background on the use of OCI*. This paper provides additional information on the use of OCI to present changes in the insurance contract liability requested by Board members at the April Education session.