



REEFS: **Form Completion Guide**

IND-038-58-02 - Class D Insurer Annual Return: IFRS

Revision History:

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1 IFRS 17-COMPLIANT REPORTING FORMS

Completion guide for the IFRS 17 compliant REEFS Primary schedules

Only licensees that prepare their financial statements under IFRS are required to complete the IFRS 17 compliant REEFS Primary schedules, i.e., IFRS Balance Sheet & IFRS Income Statement, in addition to the standard primary schedules.

The standard primary schedules remain mandatory for ALL licensees to complete.

Detailed instructions are provided to assist users (insurer licensees) on how to complete the IFRS 17-compliant reporting forms; they are not provided for every form or field in the IFRS 17 Regulatory Enhanced Electronic Forms Submission (REEFS).

All references to "forms" refer to Primary forms within the IFRS 17-compliant reporting template.

Any reference to "section" refers to a part of these instructions.

All monetary values are in US dollars and cents; full amounts should be reported.

1.1 TABLE OF SCHEDULES: PRIMARY FORMS

- IFRS 17 Statement of financial position (Balance Sheet)
- IFRS 17 Statement of profit and loss and other comprehensive income (Income Statement)

1.2 DEFINITION OF TECHNICAL TERMS

Component	Account	Description
PVFC	Present value of future cash flows (<i>Probability weighted expected future cash flows</i>)	Expected value (explicit, unbiased, probability weighted estimate) of the future cash flows that will arise as the insurer 'fulfils' the insurance contract.
RA	Risk adjustment for non-financial risk	Reflects compensation that the entity requires for uncertainty inherent in the cash flows. Quantifies the value difference between certain and uncertain liability.
CSM	Contractual Service Margin	<ul style="list-style-type: none">• Profit expected at the start of the contract (Unearned profit recognised over coverage period).• The CSM on initial recognition for a group of reinsurance contracts represents a net cost or net gain from purchasing reinsurance.• For reinsurance contracts held, CSM can be positive or negative.
LC	Loss Component	Amount of loss recognised when the expected value of future cash flows results in a net outflow (only used when there are onerous contracts).
Onerosity	Onerous Contracts	A group of contracts that on initial recognition, results in a loss being recognised immediately in the income statement for the entire net cash outflow.
Discount rates	Discounting	Two methods used to discount future cash flows using either a "top-down" or "bottom-up" approach for discount rates to reflect the characteristics of the liabilities in terms of timing, currency, and liquidity.
GMM	General Measurement Method	Default measurement model for all insurance contracts. Based on discounted future cash flows (in and out).

VFA	Variable Fee Approach	<ul style="list-style-type: none"> • A variation of the GMM modified to deal with contracts with discretionary participation features where payments to policyholders are linked to underlying items like assets, e.g., Unit-linked / segregated fund contracts, participating contracts, certain profit-sharing contracts. • Cannot be applied to reinsurance held contracts.
PAA	Premium Allocation Approach	<ul style="list-style-type: none"> • A simplified measurement model for short term contracts or contracts with little variability. • Applied on short term non-life contracts.
LRC	Liability for Remaining Coverage	<ul style="list-style-type: none"> • GMM: Present value of future cash flows, CSM ('Locked in') and risk adjustment. • VFA: Present value of future cash flows, CSM ('current') and risk adjustment. • PAA: Based on premiums received and acquisition expenses if deferred.
LIC	Liability for Incurred Claims	Present value of future cash flows and risk adjustment – current assumptions for all measurement models.
ARC	Asset for Remaining Coverage	Similar to Liability for Remaining Coverage for the ceded business (Reinsurance Held).
AIC	Asset for Incurred Claims	Similar to Liability for Incurred Claims for the ceded business (Reinsurance Held).
General business		Means insurance business other than long term business
Long term business		<p>Means insurance business involving the making of contracts of insurance –</p> <ul style="list-style-type: none"> a) On human life or contracts to pay annuities on human life, including linked policies, but excluding contracts for credit life insurance and term life insurance other than convertible and renewable term life contracts; b) against risks of the persons insured - <ul style="list-style-type: none"> (i) sustaining injury as the result of an accident or of an accident of a specified class; (ii) dying as the result of an accident or of an accident of a specified class; or (iii) becoming incapacitated in consequence of disease or diseases of a specified class, being contracts that are expressed to be in effect for a period of not less than five years or without limit of time and either not expressed to be terminable by the insurer before the expiration of five years from the taking effect thereof or expressed to be so terminable before the expiration of that period only in special circumstances therein mentioned; c) whether by bonds, endowment certificates or otherwise whereby in return for one or more premiums paid to the insurer a sum or series of sums is to become payable to the person insured in the future, not being contracts falling within paragraph (a) or (b); or; d) that are capital redemption contracts.

2 BALANCE SHEET IFRS 17

Complete all applicable fields (additional guidance provided for IFRS 17 specific changes)

Account	Item	Guide
INCOME EARNING ASSETS		
Cash		
Cash and Cash Equivalents	1.0	---
Certificate of Deposits (less than 1 year)	2.0	---
Total Cash		
Investments - Equity & Debt Securities		
Mutual Funds, Money Market and Investment Funds/Trusts	3.0	---
Governments & Government Guaranteed Securities	4.0	---
Central Banks & Federal Reserves Securities	5.0	---
Non-Financial Corporations - Corporate Bonds	6.0	---
Other Equity Securities	7.0	---
Other Debt Securities	8.0	---
Total Equity & Debt Securities		
Investments - Direct Investment		
Investments in Related Entities - Regulated Fin. Institutions	9.0	---
Investments in Related Entities - Non-Regulated Fin. Institutions	10.0	---
Investments in Related Entities - Non Financial Institutions	11.0	---
Total Direct Investment		
Insurance contract assets		
Insurance contract assets excluding insurance pre-recognition cash flows		Should only be completed when the results of measurement of groups of underlying insurance contracts are in a debit (asset position)
Asset for remaining coverage - excluding loss component	12.0	Include measurement of future coverage excluding the loss component on onerous contracts: <ul style="list-style-type: none"> GMM: Present value of future cash flows, CSM ('Locked in') and risk adjustment VFA: Present value of future cash flows, CSM ('current') and risk adjustment PAA: Based on premiums received and acquisition expenses if deferred.
Asset for remaining coverage - loss component	13.0	Amount of loss recognised when the expected value of future cash flows results in a net outflow (only used when there are onerous contracts).
Asset for incurred claims	14.0	Present value of future cash flow and risk adjustment – current assumptions for all measurement models (past claims including IBNR)
Insurance acquisition cash flows assets	15.0	Prepayment assets for the amount of insurance acquisition cash flows paid before the related insurance contracts are recognised.
Other pre-recognition cash flows	16.0	Include insurance cash flows, other than insurance acquisition cash flows, that are incurred prior to inception of the related group of insurance contracts or necessary due to the requirements of another IFRS standard.

	Total insurance contract assets		
	Reinsurance contract assets		
	Reinsurance contract assets excluding pre-recognition cash flows		Should <u>only</u> be completed when the results of measurement of groups of reinsurance contracts held are in a debit (asset position)
	Asset for remaining coverage - excluding loss recovery component	17.0	Include measurement of future coverage excluding the loss recovery component for reinsurance held contracts in a net asset position.
	Asset for remaining coverage - loss recovery component	18.0	Include the loss recovery component on underlying onerous insurance contracts.
	Asset for incurred claims	19.0	Present value of future cash flows and risk adjustment – current assumptions for reinsurance held contracts (past recoveries including IBNR) .
	Pre-recognition cash flows	20.0	Include insurance cash flows that are incurred prior to inception of the related group of reinsurance contracts or necessary due to the requirements of another IFRS standard.
	Total reinsurance contract assets		
	Other Investment Assets		
	Investment Property	21.0	---
	Residential & Commercial Mortgage Loans	22.0	---
	Other Investment Assets	23.0	---
	Funds Held by Ceding Company	24.0	---
	Claims Escrow Funds	25.0	---
	Total Other Investment Assets		
	TOTAL INCOME EARNING ASSETS		
	OTHER ADMITTED ASSETS		
	Accrued Interest Receivable	26.0	---
	Due from Subsidiaries, Affiliates & Partnerships	27.0	---
	Loans to Shareholders	28.0	---
	Loans to Directors	29.0	---
	Loans to Association/Affiliate	30.0	---
	Real Estate	31.0	---
	Other Admitted Assets	32.0	---
	Total Other Admitted Assets		
	TOTAL ADMITTED ASSETS		
	INADMISSIBLE ASSETS		
	Fixed Assets	33.0	---
	Leasehold Improvements	34.0	---
	Motor Vehicles	35.0	---
	Intangible Assets	36.0	---
	Other Non-Admitted Assets	37.0	---
	TOTAL INADMISSIBLE ASSETS		
	INSURANCE CONTRACT LIABILITIES		
	Insurance contract liabilities excluding insurance pre-recognition cash flows		Should <u>only</u> be completed when the results of measurement of groups of underlying insurance contracts are in a credit (liability) position.

	Liability for remaining coverage - excluding loss component	38.0	Include measurement of future coverage excluding the loss component on onerous contracts: <ul style="list-style-type: none"> • GMM: Present value of future cash flows, CSM ('Locked in') and risk adjustment • VFA: Present value of future cash flows, CSM ('current') and risk adjustment • PAA: Based on premiums received and acquisition expenses if deferred.
	Liability for remaining coverage - loss component	39.0	Amount of loss recognised when the expected value of future cash flows results in a net outflow (only used when there are onerous contracts).
	Liability for incurred claims	40.0	Present value of future cash flows and risk adjustment – current assumptions for all measurement models (past claims including IBNR)
	Insurance acquisition cash flows assets	41.0	Prepayment assets for the amount of insurance acquisition cash flows paid before the related insurance contracts are recognised.
	Other pre-recognition cash flows	42.0	Include assets for insurance cash flows, other than insurance acquisition cash flows, that are incurred prior to inception of the related to a group of insurance contracts other than insurance acquisition cash flows or necessary due to, either because of the occurrence of the cash flows or because of the requirements of another IFRS standard.
	TOTAL INSURANCE CONTRACT LIABILITIES		
	REINSURANCE CONTRACT LIABILITIES		
	Reinsurance contract liabilities excluding pre-recognition cash flows		Should <u>only</u> be completed when the results of measurement of groups of reinsurance contracts held are in a credit (liability) position.
	Liability for remaining coverage - excluding loss recovery component	43.0	Include measurement of future coverage excluding the loss recovery component on underlying onerous contracts.
	Liability for remaining coverage - loss recovery component	44.0	Include the loss recovery component on underlying onerous insurance contracts.
	Liability for incurred claims	45.0	Present value of future cash flows and risk adjustment – current assumptions in dealing with reinsurance contracts (past recoveries including IBNR).
	Pre-recognition cash flows	46.0	Include insurance cash flows that are incurred prior to inception of the assets for cash flows related to a group of reinsurance contracts or necessary due to, either because of the occurrence of the cash flows or because of the requirements of another IFRS standard.
	TOTAL REINSURANCE CONTRACT LIABILITIES		
	OTHER LIABILITIES		
	Accounts Payable/Accrued Expenses	47.0	---
	Dividends Payable	48.0	---
	Investment Contract Liabilities	49.0	---
	Loans from Shareholders	50.0	---
	Loans from Directors	51.0	---
	Loans from Association/Affiliate	52.0	---
	Other Liabilities	53.0	---
	TOTAL OTHER LIABILITIES		
	TOTAL LIABILITIES		
	SHAREHOLDER'S EQUITY		

	Ordinary Shares	54.0	---
	Preference Shares	55.0	---
	Additional paid in capital	56.0	---
	Revaluation Reserves	57.0	---
	Other Capital and Reserves	58.0	---
	Other Comprehensive Income	59.0	---
	Retained Earnings	60.0	---
	TOTAL SHAREHOLDER'S EQUITY		
	Non-controlling interests	61.0	---
	TOTAL EQUITY		
	TOTAL LIABILITIES AND EQUITY		

3 INCOME STATEMENT IFRS 17

Complete all applicable fields (additional guidance provided for IFRS 17 specific changes)

Account	Item	Guide
INSURANCE SERVICE RESULT		
Insurance revenue		Revenue recognition should reflect earned premiums rather than written premiums.
Insurance revenue from contracts measured under GMM and VFA		Revenue from insurance contracts measured using the GMM and insurance contracts that meet the eligibility criteria for VFA.
Expected incurred claims and other directly attributable expenses	62.0	Include the estimates of expected claims and fulfilment expenses for which the insurer has been released from risk under the current period.
Change in the risk adjustment for non-financial risk for the risk expired	63.0	Accounts for the default risk of the policyholders for the current period.
CSM recognised for the services provided	64.0	Amount of contractual service margin earned in the period and recognised in profit and loss (the allocation of the contractual service margin remaining at the end of the reporting period).
Insurance acquisition cash flows recovery	65.0	Allocation of the portion of premiums related to the recovery of acquisition cash flows over the expected coverage of a group of contracts.
Other amounts	66.0	Include any other amounts related to insurance revenue for the current period.
Insurance revenue from contracts measured under PAA	67.0	Revenue from insurance contracts measured using the Premium Allocation Approach (PAA).
Total insurance revenue		
Insurance service expenses (for General Business)		
Incurred claims and other directly attributable expenses	68.0	Include incurred claims and fulfilment expenses for the current period for general business.
Insurance acquisition cash flows amortisation	69.0	Include the amortisation of acquisition costs that relates to the current period for the general business.
Losses on onerous contracts and reversal of those losses	70.0	Only used when there are onerous contracts.
Other amounts	71.0	Include any other pre-recognition cash flows assets derecognised at the date of initial recognition for the general business.
Total insurance service expenses (for General Business)		
Insurance service expenses (for Long Term Business)		
Incurred claims and other directly attributable expenses	72.0	Include incurred claims and fulfilment expenses for the current period for the long-term business.
Insurance acquisition cash flows amortisation	73.0	Include the amortisation of acquisition costs that relates to the current period for the long-term business.
Losses on onerous contracts and reversal of those losses	74.0	Only used when there are onerous contracts.

Other amounts	75.0	Include any other pre-recognition cash flows assets derecognised at the date of initial recognition for the long-term business.
Total insurance service expenses (for Long Term Business)		
Reinsurance expenses		
Reinsurance expenses from contracts measured under GMM and VFA		Includes the estimates of reinsurance expenses, such as reinsurance premiums.
Expected incurred claims and other directly attributable expenses recovery	76.0	Include the estimates of recoveries of expected claims and fulfilment expenses for which the reinsurer has been released from risk under the current period.
Change in the risk adjustment for non-financial risk for the risk expired	77.0	Accounts for the default risk of the reinsurers for the current period.
CSM recognised for the services received	78.0	Include the amount of the contractual service margin recognised in profit or loss for the transfer of reinsurance contract services in the period.
Other amounts	79.0	Include any other pre-recognition amounts in dealing with the reinsurance business.
Reinsurance expenses from contracts measured under PAA	80.0	Include income recognised for reinsurance held contracts for the period for general business.
Other incurred directly attributable expenses	81.0	Fulfilment expenses incurred in dealing with reinsurance contracts.
Total reinsurance expenses		
Reinsurance recoveries (for General Business)		
Effect of changes in the risk of reinsurers' non-performance	82.0	Accounts for the changes in default risk of the reinsurers for the current period.
Incurred claims recovery	83.0	Recovery of incurred claims in the current period for the general business.
Income on initial recognition of onerous underlying contracts	84.0	Only used when there are onerous underlying contracts.
Other amounts	85.0	Include any other amounts in dealing with recoveries for the reinsurance business for the general business.
Total reinsurance recoveries (for General Business)		
Reinsurance recoveries (for Long Term Business)		
Effect of changes in the risk of reinsurers' non-performance	86.0	Accounts for the changes in default risk of the reinsurers for the current period.
Incurred claims recovery	87.0	Recovery of incurred claims in the current period for the long-term business.
Income on initial recognition of onerous underlying contracts	88.0	Only used when there are onerous underlying contracts.
Other amounts	89.0	Include any other amounts in dealing with recoveries for the reinsurance business for the long-term business.
Total reinsurance recoveries (for Long Term Business)		
NET INSURANCE SERVICE RESULT		
FINANCIAL RESULT		
Investment Return		

Interest Income	90.0	---
Dividend Income	91.0	---
Rental Income from Investment Property	92.0	---
Investment Gains at Fair Value through Profit or Loss	93.0	---
Other investment revenue	94.0	---
Investment Return		
Insurance finance expenses		
Finance expenses from insurance contracts issued	95.0	Captures any interest accretion, unwinding of discount or FX differences for the underlying insurance contracts.
Finance income from reinsurance contracts held	96.0	Captures any interest accretion, unwinding of discount or FX differences for the ceded (reinsurance) business.
Net insurance finance expenses		
NET FINANCIAL RESULT		
NET INSURANCE AND FINANCIAL RESULT		
OTHER EXPENSES		
Credit impairment losses	97.0	Include assessed ECL for the period.
Net gains/(losses) on derecognition of financial assets measured at amortised cost	98.0	Include computed modification gains or losses on restructured facilities for the period.
Other Expenses	99.0	Include the non-insurance operating expenses.
TOTAL OTHER EXPENSES		
NET INCOME BEFORE TAXES		
Income Taxes	100.0	---
Extraordinary items	101.0	---
NET INCOME AFTER TAX		
Dividends Payments	102.0	---
Other Appropriations	103.0	---
NET INCOME RETAINED		
OTHER COMPREHENSIVE INCOME (OCI)		
Insurance finance expenses recognised in OCI		
Finance expenses from insurance contracts issued	104.0	Captures any interest accretion, unwinding of discount or FX differences for the underlying insurance contracts if the OCI option is taken.
Finance income from reinsurance contracts held	105.0	Captures any interest accretion, unwinding of discount or FX differences for the ceded (reinsurance) business if the OCI option is taken.
Net insurance finance expenses recognised in OCI		



SIX, Cricket Square
PO Box 10052
Grand Cayman KY1 - 1001
CAYMAN ISLANDS

General Office: 345-949-7089

www.cima.ky