

# AASB TRG for AASB 17

## *Highlights of our journey.....*

Nov 2017

Oct 2024



Australian Government  
Australian Accounting Standards Board

# AASB TRG for AASB 17

## Key Milestones

Total number of TRG members: **70+**

Attendees: **Average 25 members at TRG meetings**

Number of TRG meetings: **29 – x2 counting focus groups**

Time spent in TRG meetings: **74 hours – and the rest**

Organisations/bodies that have participated: **30+**



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## Key Topics Discussed

### Balance sheet presentation of groups vs portfolios of assets and liabilities

- Submission in response to IASB staff outreach on this issue (Mar 2018)
- IASB amended IFRS 17 to require presentation on the balance sheet by 'portfolios' instead of 'groups'

### Reinsurance held covering onerous contracts

- IASB amended IFRS 17 to require recognition of reinsurance income and loss recovery component at the same time as onerous underlying losses for **all types of reinsurance contracts**

### Contracts acquired in their claims settlement period

- Submission in response to IASB staff outreach (Mar 2018)
- IASB amended IFRS 17 to provide transition relief **ONLY**

### Risk adjustment

- Focus group dealt with RI Risk Adjustment calculation
- Tabled and debated a paper in December 2021: [Industry Paper - Risk Adjustments](#)

### Multi-currency groups of insurance contracts

- IFRS interpretations committee updated June 2022

### Coverage units

- Content leveraged in the IASB May 2018 TRG and many others since then

### Contract boundary

- Our submission of March 2018 was leveraged in the May 2028 TRG

### Accounting for government imposts and similar charges

- September 2022 paper debated: [Accounting for government imposts and similar charges under AASB 17](#)
- December 2022 paper debated: [Accounting for withholding tax on foreign resident reinsurers under AASB 17](#)

### Premiums receivable from an intermediary

- After many long debates decision made in October 2023 by the IFRS interpretations committee

### ARPC reinsurance contracts held contract boundary

- Discussion paper and lots of discussion finalised in June 23

### Insurance and climate reporting: Definition of revenue

- June 2024 discussions
- Potentially further discussions at the AALC

**More than 50 papers have been debated within the TRG**



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## Focus Groups and AASB 17 Research Report

### Private Health Insurance (PHI)

The purpose and function is to provide a forum for communication and discussion of PHI specific topics or issues.

### Public Sector (PS)

The purpose and function is to provide a forum for communication and discussion of PS specific AASB 17 topics or issues.

### Reinsurance & Regulatory Reporting (RRR)

The purpose and function is to provide a forum for communication and discussion of reinsurance issues relating to the integration of AASB17 within APRA's capital and reporting framework.

### Medical Indemnity Insurance (MI)

The purpose and function is to provide a forum for communication to support preparers with AASB 17 implementation issues common to most, if not all, medical indemnity providers.

### Lenders Mortgage Insurance (LMI)

The purpose and function is to provide a forum for communication and discussion of LMI specific AASB 17 topics or issues.

### Variable Fee Approach (VFA)

The purpose and function is to provide a forum for communication and support preparers with IFRS 17 Variable Fee Approach (VFA) specific topics or issues.

## AASB 17 Research Report 18

(March 2023)

Pop-ups for  
one-off IASB  
requests



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# AASB TRG for AASB 17

## Key Milestones and Memories

Kris  
Peach

Dr  
Keith  
Kendall

**Highlights:** ED changes, Coverage units, Reinsurance Risk Adjustment and Risk Adjustment LRC vs LIC, premiums receivable

**What we missed out on:** Contracts acquired in their claims settlement period

**Painful memories:** Tax

**Best memories:** The industry working together, agreeably disagreeing

**Oddest moment:** Dial in from villa in South of France at 6am

**Self reflection:** 'Traffic Lights'

David  
Ji

Rachel  
Poo

Sue  
Lloyd

Insurance  
advisory  
Panel and  
AALC

Eric  
Lee

Angus  
Thompson

Helena  
Simkova

Patricia  
Au

Jia  
Wei



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