



IFRS Update - IFRS 17 Insurance Contracts

2 August 2019

Insurance contracts combine features of both a financial instrument and a service contract. In addition, many insurance contracts generate cash flows with substantial variability over a long period. To provide useful information about these features, IFRS 17:

- combines current measurement of the future cash flows with the recognition of profit over the period that services are provided under the contract;
- presents insurance service results (including presentation of insurance revenue) separately from insurance finance income or expenses; and
- requires an entity to make an accounting policy choice of whether to recognise all insurance finance income or expenses in profit or loss or to recognise some of that income or expenses in other comprehensive income.

Programme Overview

IFRS 17 is effective for annual periods beginning on or after 1 January 2021 with earlier application permitted as long as IFRS 9 and IFRS 15 are also applied.

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- Requires an entity to make an accounting policy choice of whether to recognize all insurance finance income or expenses in profit or loss or to recognise some of that income or expenses in other comprehensive income.

This course will focus on the requirements of the new standards IFRS 17.

Course Objectives

By the end of the course you will be able to:

- Demonstrate a working knowledge of the basic elements of the general accounting model applied by IFRS 17
- Articulate the key numbers that will be presented in the statements of profit or loss and financial position and how different they are to those under current practice
- Communicate to others the story that the IFRS 17 numbers are telling
- Explain the main areas of difficulty that will most likely arise in practice
- Articulate the permitted modifications to the general model, in particular the premium allocation approach
- Demonstrate the timetable for transition to IFRS 17 and explain the processes and pros and cons of the different options available.

Who should attend?

The course is applicable to treasury staff, industry controllers, accountants, analysts, internal and external auditors and other finance professionals who are interested in learning the impending changes to the new Standards, all preparers of financial statements.

Course Outline

Day 1: IFRS 17— Insurance Contracts

Definition of an Insurance Contract

- Significant insurance risk
- Changes in the level of insurance risk
- Uncertain future events
- Payments in kind
- Insurance risk vs financial risk
- Examples of insurance and non-insurance contracts

Separating components from an Insurance Contract

- Separating embedded derivatives from an insurance contract
- Separating investment components from an insurance contract
- Separating a promise to provide distinct goods and non –insurance services from insurance contracts
- Aggregation for contracts applying the premium allocation approach

Recognition and Measurement

- Estimates of expected future cash flows
- Discount rates
- The risk adjustment for non-financial risk
- The contractual service margin
- Subsequent measurement
 - ⇒ The liability for remaining coverage
 - ⇒ Subsequent measurement of the contractual service margin
 - ⇒ The liability for incurred claims
- Measurement of onerous contracts

Measurement

- Premium allocation approach
- Reinsurance contracts held
- Contracts with participation features

Modification and Derecognition

- Modification of an insurance contract
- Derecognition of an insurance contract
- Accounting for derecognition
 - ◊ For extinguishment
 - ◊ Resulting from transfer
 - ◊ Resulting from modification

Presentation in the statement of financial position

Presentation in the statement of financial performance

- Insurance revenue
- Insurance service expenses
- Insurance finance income or expenses
- Reporting in interim financial statements
- Changes in accounting policies and accounting estimates

Disclosure

- Explanation of recognised amounts
- Significant judgement in applying IFRS 17

Programme Leader

Juan Carlos Venegas CIPFA (Afill) AAIA ACPA CFC ICFS FCFIP

Juan Carlos Venegas is a highly experienced accountant, certified forensic investigation professional, counter-fraud specialist, and trainer; founder of Fiscal Accounts in 2003 incorporated in 2018, an accountancy firm specialised in taxation (UK/Spain), financial management, budgeting and forecasting, financial reporting and financial planning, and founder of FA Forensics Ltd in 2017, an consultancy firm in the UK specialised in fraud prevention, detection and investigations, and forensic accounting. He advises clients on taxation, financial management, budgeting and strategy implementation, fraud prevention and detection and internal control. His clients are companies from different sectors: construction, retail, multimedia, manufacturing, etc. He is also a consultant for the Global Bankers Institute.

He is a Finance Trainer for different international organisations and their clients, including Oil & Gas companies and banks, and he has delivered training in the UK and abroad. Some of the areas of training are: Basel III, Financial Risk Management, Forensic Auditing, Fraud Prevention and Detection, Internal Auditing and Internal Controls, Money Laundering, Budgeting and Costing, Financial Management, IFRS, Procurement, Project Finance, Project Management, Banking, Risk Management, Cash Management and Treasury, Data Analysis, Financial Modelling.

He has trained the Financial Audit Department of Dubai and the State Audit Institution of Oman in Forensic Audit in 2014.

In 2013 he became the UK representative of the International Institute of Certified Forensic Investigation Professionals (IICFIP) and an accredited tuition centre in the UK and Europe. He is also an executive director and the treasurer of the Institute of Counter Fraud Specialists (ICFS) in the UK.

He is the course author of 'How to become an Expert Witness', 'Anti-Money Laundering' and 'Fraud and Corruption', a book on 'VAT for Small Businesses' and a Level 4 Diploma in Personal and Business Tax. He is the accounting tutor for Oxford College and the author of courses in Accounting, Economics and Mathematics.

He was a guest speaker at the 11th International Congress on Internal Control, Internal Audit, Fraud and Anti-Corruption Issues in Krakow (Poland) on 27-28 September, 2012. His topic was 'Understanding and Preventing Corruption: Risk, Prevention and Reporting'.

In April 2014 he was also an international guest speaker at the Global Conference of the International Institute of Certified Forensic Investigation Professionals (IICFIP) in Nairobi (Kenya). His topics were: 'Professional Interviewing Techniques', 'Understanding Fraud and Corruption: What the numbers don't tell you' and 'Data Analytics'.

He was also a speaker at the Annual Preventing Fraud and Corruption conference on 'Combating Fraud and Corruption in the Construction Industry' organised by HAYA Water in Muscat (Oman) on 3-4 December 2014.

Places of training: London (UK), Dubai (UAE), Abu Dhabi (UAE), Kuwait (Kuwait), Manama (Bahrain), Riyadh and Jeddah (Saudi Arabia), Muscat (Oman), Kuala Lumpur (Malaysia), Singapore, Manila (Philippines), Karachi and Lahore (Pakistan), Istanbul (Turkey), Johannesburg (South Africa), Nairobi (Kenya), Lima (Peru), Port of Spain (Trinidad and Tobago), Accra (Ghana), Malabo (Equatorial Guinea), Maputo (Mozambique), Dakar (Senegal), Mauritius, Labuan (Malaysia), Abidjan (Ivory Coast), Cairo (Egypt), Doha (Qatar), Lusaka (Zambia), Jakarta (Indonesia).

Programme Leader

Academic Qualifications

- Certificate in International Financial Reporting Standards, UK
- Diploma in Forensic Accounting, UK
- Certificate in Business Valuations, ACCA, UK
- Certificate in AML, ICA, UK
- Bachelor's Degree in Law with Taxation, Spain
- Accountancy with the Institute of Financial Accountants, UK
- Master's Degree in Accounting and Taxation, USA
- Continuous Education in the field of Accounting, Forensic Accounting and Auditing, Fraud Prevention and Detection, Fraud Investigations and Assets Recovery.

Professional Membership

- Chartered Institute of Public Finance and Accountancy, UK
- Association of International Accountants, UK
- Association of Certified Public Accountants, UK
- Institute of Certified Practising Accountants, UK (Fellowship)
- Chartered Banker Institute, UK
- The American Anti-Corruption Institute, USA
- Association of Compliance Officers in Ireland
- Institute of Banking, Ireland
- Chartered Institute of Securities and Investment (CISI), UK
- Association of Certified Treasurers, UK
- International Institute of Certified Forensic Investigation Professionals, USA (Fellowship)
- Institute of Counter Fraud Specialist, UK
- National Society of Accountants, USA
- International Association of Financial Crimes Investigators, USA
- Fraud Advisory Panel, FAP, UK
- National Society of Tax Professionals, USA
- Institute of Certified Management Accountants, USA
- Institute of Professional Financial Managers, UK
- Society of Corporate Compliance and Ethics, USA
- Solvency II Association, USA
- Basel III Compliance Professionals Association, USA

Publications

- Accounting courses for Oxford College
- Mathematics and Economics courses for Oxford College
- 'How to become an expert witness' course
- 'Anti-money laundering' course
- 'Fraud and Corruption' course
- Personal and Business Tax Diploma

Please Register here:

1	Name	
	Position	
	Department	
	Email	
	Telephone	

2	Name	
	Position	
	Department	
	Email	
	Telephone	

3	Name	
	Position	
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	Email	
	Telephone	

Approved by:

Signature	
Name	
Position	
Department	
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Telephone	

PROGRAMME FEES

Stakeholders	Non-stakeholders
\$1,500.00	\$1,800.00

IMPORTANT NOTE

Stakeholders are participants from MOFE, AMBD and all domestic banks in Brunei Darussalam.

TERMS AND CONDITIONS

- The Programme fee is inclusive of workshop material(s), refreshment and certificate.
- Payment must be made upon receipt of invoice issued by CIBFM.
- CIBFM operates a strict NO CANCELLATION POLICY once the receipt of registration has been issued. However, CIBFM will welcome and accept replacements.
- CIBFM reserves the right to amend, change or cancel the programme at any given time. We will immediately notify participants and organisations if any such changes are to be made.

Please email your completed form to registration@cibfmbrunei.com by

01 July 2019

Contact us!



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