

STAFF PAPER

July 2015

Accounting Standards Advisory Forum

Project	Insurance Contracts		
Paper topic	Cover note		
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This paper has been prepared by staff of the IFRS Foundation for discussion at a public meeting of the ASAF. The views expressed in this paper reflect the individual views of the author[s] and not those of the IASB or the IFRS Foundation. Comments on the application of IFRSs do not purport to set out acceptable or unacceptable application of IFRSs.

Objective

1. The objective of this session is to:
 - (a) provide an update to ASAF members on the IASB's tentative decisions to date (Agenda Paper 1A *Project Update*). The staff are not seeking advice from the ASAF on those tentative decisions at this meeting.
 - (b) consider papers prepared by the Australian Accounting Standards Board (AASB) and New Zealand Accounting Standards Board (NZASB) staff on:
 - (i) contractual service margin (CSM) recognition (Agenda Paper 1C *Contractual Service Margin (CSM) recognition – non-participating insurance contracts*); and
 - (ii) disclosure of discount rate impact and accretion of interest on the CSM in the context of non-participating insurance contracts (Agenda Paper 1E *Disclosure of discount rate impacts and accretion of interest on the Contractual Service Margin (CSM) – non-participating insurance contracts*).

2. To assist in the discussion, the IASB staff have prepared:
- (a) Agenda Paper 1D *IASB staff response to the AASB & NZASB staff paper on Contractual Service Margin recognition – non-participating contracts*, which responds to the main arguments in Agenda Paper 1C; and
 - (b) Agenda Paper 1F *IASB staff response to the AASB & NZASB staff paper on the disclosure of discount rate impacts on the Contractual Service Margin recognition – non-participating insurance contracts* which responds to the main arguments in Agenda Paper 1E.