

**Invitation to a Course on
International Accounting of Insurance Companies
including a detailed outlook on IFRS 9 und IFRS 17**

4th to 7th April 2018
Salzburg University

Lecturers: Martin Gehringer
Partner at Ernst & Young, Frankfurt
German Certified Public Accountant
Visiting professor at Salzburg University

Dr. Johann Kronthaler
Director at KPMG Austria, Vienna
Actuary AVÖ
Visiting professor at Salzburg University

Dr. Thorsten Wagner
Director at Willis Towers Watson, Cologne
Actuary DAV
Keynote Speaker

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Partner at Ernst & Young, Vienna
Austrian Certified Public Accountant
Visiting professor at Salzburg University

Dates: Wednesday, 4th April 2018, 9.00 – 17.30
Thursday, 5th April 2018, 9.00 – 17.30
Friday, 6th April 2018, 9.00 – 17.30
Saturday, 7th April 2018, 9.00 – 12.30

Contents: The aim is to impart an understanding of the financial statements of an insurance company as well as of the consolidated financial statements of insurance groups, set up in accordance with International Financial Reporting Standards (IFRS). Emphasis will be placed on the impact of the financial markets and company transactions on its financial position, whereupon the differences between national accounting principles and international standards will be discussed.

The course gives an introduction to the general provisions of the IFRS, as they are applicable to all companies. This comprises the general rules for the recognition and measurement of assets and liabilities as well as the different components of the financial statements. This part is completed by an introduction into the principles of consolidation under IFRS.

The focus of the course is on the most important regulations for insurance companies, those on the accounting of financial assets as well as of technical provisions. Starting with the present regulations of IAS 39 and IFRS 4 the future accounting of financial assets and technical provisions under the new standards IFRS 9 and IFRS 17 is also covered in detail. This topic is completed with an overview of the relation between IFRS and Solvency II.

The course covers all aspects of international accounting of insurance companies required to become a fully qualified actuary according to the education syllabus of the International Actuarial Association and the core syllabus of the Actuarial Association of Europe as well as according to the regulations of the Actuarial Association of Austria (AVÖ), which correspond to the regulations of the German Actuarial Association (DAV). The course also meets the requirements by the Austrian Financial Market Authority with respect to the (deputy) responsible actuary (§§ 114 – 116 Austrian Insurance Supervision Act), the (deputy) head of the actuarial function (§ 113) and the (deputy) head of the risk management function (§ 112). For continuing professional development (CPD) the course counts as 21 hours.

The course is suited to all those who want to acquire knowledge of international accounting of insurance companies. The course is designed not only for actuarial students, but also addresses experienced actuaries. Please find the detailed program on the following two pages.

Course fees: € 666 (incl. VAT) without hotel accommodation, € 1,066 (incl. VAT) with accommodation from Tuesday to Saturday (4 nights) in the Arcotel Castellani including breakfast. Lunches and coffee breaks are included in the fees for all participants.

Information: For further information, please contact Sarah Lederer by e-mail (sarah.lederer@sbg.ac.at) with your telephone number. Your questions will be answered as soon as possible.

Registration: Please send the attached registration form by post or by e-mail (sarah.lederer@sbg.ac.at), and arrange for the amount to be transferred (at no cost to the recipient) to the following account before 2nd March 2018. After this date registration with hotel accommodation is only possible upon request. The registration and payment deadline for participants who do not need accommodation is 16th March 2018.

Salzburg Institute of Actuarial Studies (SIAS)
IBAN: AT79 2040 4000 0001 2021 BIC: SBGSAT2S

Location: Faculty of Science, Lecture Hall 402
5020 Salzburg, Hellbrunner Straße 34

Programme

Session 1 daily 9.00 – 10.30
Session 2 daily 11.00 – 12.30
Session 3 daily 14.00 – 15.30
Session 4 daily 16.00 – 17.30

Wednesday, 4th April 2018

- 1 **Introduction to international accounting**
 - a. Introduction and legal basis
 - b. Accounting principles and accounting standards
 - c. Components of financial statements
 - d. Definition of assets and liabilities, income and expenses

- 2 **Accounting of assets**
 - a. Intangible assets
 - b. Land, leasehold rights and buildings
 - c. Property, plant and equipment
 - d. Other assets

- 3 **Financial instruments: recognition and measurement (IAS 39) I**
 - a. Scope and definitions
 - b. Categories
 - c. Recognition
 - d. Measurement

- 4 **Financial instruments: recognition and measurement (IAS 39) II**
 - a. Impairment
 - b. Disclosure
 - c. Hedge accounting
 - d. Embedded derivatives

Thursday, 5th April 2018

- 1 **Accounting of technical provisions (IFRS 4)**
 - a. Scope and definition of insurance contracts
 - b. General principles of IFRS 4 as intermediary standard
 - c. Discretionary participation features
 - d. US GAAP: deferral and matching principle

- 2 **Market value balance sheet and technical provisions under Solvency II**
 - a. Assessment of assets and non-technical liabilities
 - b. Valuation of technical liabilities
 - c. Spotlight on variation analysis

- 3 **Future accounting of technical provisions (IFRS 17) I**
 - a. Scope and definition
 - b. The concept of fulfilment cash flows

- c. The concept of the contractual service margin
 - d. Insurance revenue under IFRS 17
- 4 **Future accounting of technical provisions (IFRS 17) II**
- a. Level of aggregation
 - b. Premium Allocation Approach (PAA)
 - c. Variable Fee Approach (VFA)
 - d. Examples for the PAA and the VFA

Friday, 6th April 2018

- 1 **Future accounting of technical provisions (IFRS 17) III**
- a. Reinsurance contracts
 - b. Presentation and disclosure
 - c. Transition
 - d. The role of the actuary under IFRS 17
- 2 **Future accounting of financial instruments (IFRS 9) I**
- a. Introduction
 - b. Classification and measurement (Phase 1)
 - c. Contractual cash flow assessment
 - d. Business model test
- 3 **Future accounting of financial instruments (IFRS 9) II**
- a. Expected credit losses (Phase 2)
 - b. Hedge accounting (Phase 3)
 - c. IAS 39 versus IFRS 9
 - d. Deferral of IFRS 9
- 4 **Equity and financial (non-technical) liabilities**
- a. Definitions
 - b. Presentation
 - c. Measurement
 - d. Particular cases

Saturday, 7th April 2018

- 1 **Components of financial statements**
- a. Base components
 - b. Structure
 - c. Minimum requirements
 - d. Notes
- 2 **Consolidated financial statements**
- a. Scope of consolidated financial statements
 - b. Capital consolidation
 - c. Other consolidation procedures
 - d. Non-consolidated subsidiaries