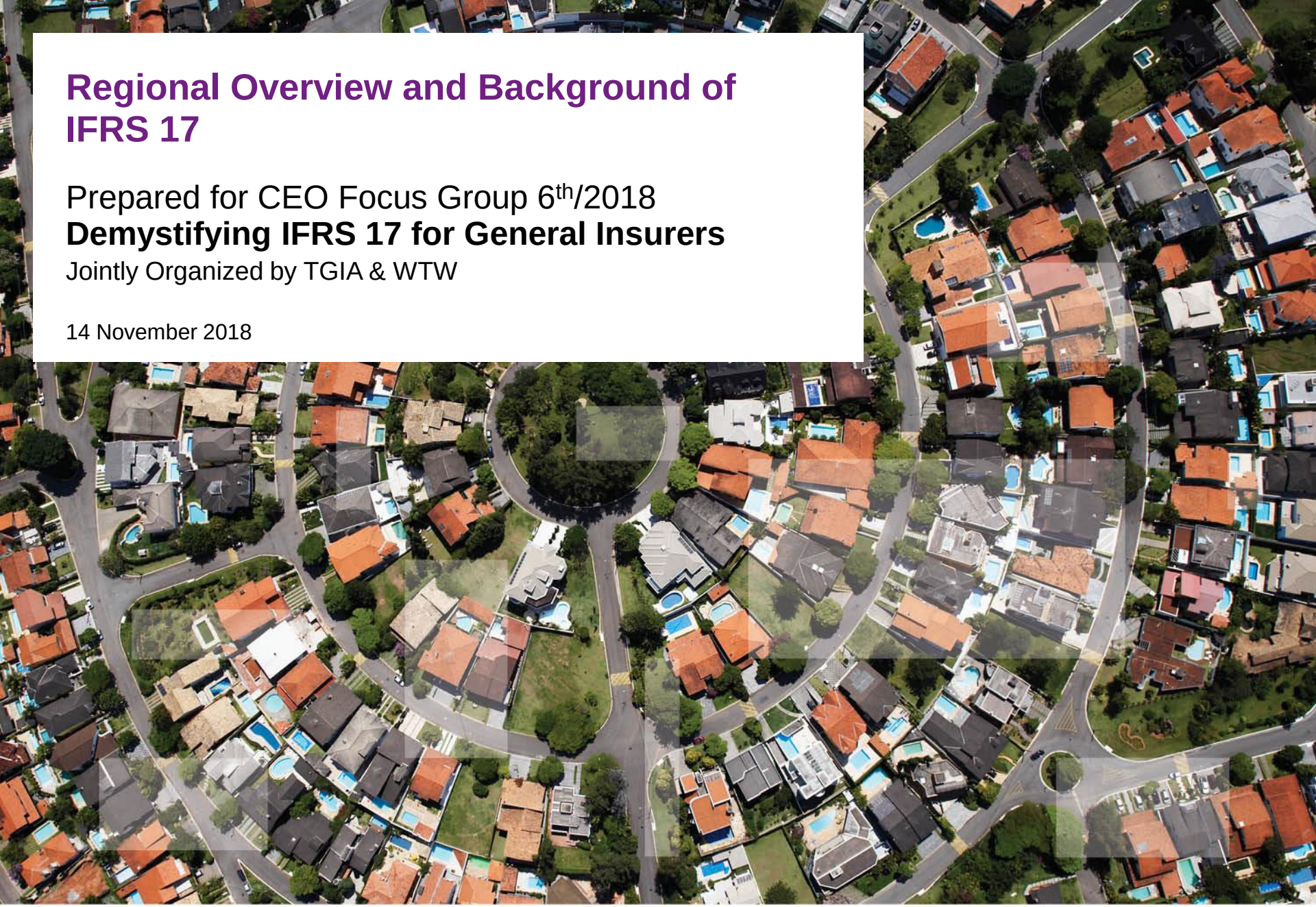
Regional Overview and Background of IFRS 17

Prepared for CEO Focus Group 6th/2018

Demystifying IFRS 17 for General Insurers

Jointly Organized by TGIA & WTW

14 November 2018



willistowerswatson.com

© 2018 Willis Towers Watson. All rights reserved.

Willis Towers Watson

Introductions - The Team with You Today

David Maneval
Head of P&C, Asia Pacific
Insurance Consulting and Technology

Ganesh Prakash
Market Leader for Malaysia and IFRS 17 SME
Insurance Consulting and Technology

Esther Huang
Market Leader for Thailand
Insurance Consulting and Technology

Angie Ng
Head of Technology & Software, Asia Pacific
Insurance Consulting and Technology

Ho Bing Kun
P&C Consulting Actuary
Insurance Consulting and Technology

Azmath Khan
Software Pre-sales Consultant, Asia Pacific
Insurance Consulting and Technology

Pearwa Mukyangkoon
P&C Consulting Actuary *(Thai-speaking)*
Insurance Consulting and Technology

Banthita Suphacam
Divisional Director *(Thai-speaking)*
Willis Re, Asia Pacific

We are delighted to have the opportunity to present to you on IFRS 17

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

Agenda

Time	Session	Speakers
Morning Session **Attendees: CEOs, CFOs, Accountants, Actuaries**		
8.30 a.m.	Registration	
9.00 a.m.	Welcome Address	• TGIA President / Executive Director • Willis Towers Watson (David Maneval)
9.15 a.m.	Regional Overview and Background of IFRS 17	• David Maneval
9.30 a.m.	Challenges and Business Implications of IFRS 17	• Ganesh Prakash
10.45 a.m.	Coffee/Tea Break	
11.00 a.m.	Solutions for IFRS 17	• Angie Ng
11.45 a.m.	Q&A	• Willis Towers Watson
12.00 p.m.	Closing Remarks for Morning Session	• Willis Towers Watson (David Maneval) • TGIA President / Executive Director
12.15 p.m.	End/Lunch Break	
Afternoon Session **Attendees: Accountants, Actuaries, Optional for CFOs**		
12.15 p.m.	Registration for Afternoon Session & Lunch	
13.15 p.m.	Welcome Address	• TGIA President / Executive Director • Willis Towers Watson
1.30 p.m.	IFRS 17 Technical Deep Dive	• Bing Kun Ho
2.45 p.m.	Q&A	• Willis Towers Watson
3.00 p.m.	Coffee/Tea Break	
3.15 p.m.	IFRS 17 Implementation for your Business	• Angie Ng
3.45 p.m.	Q&A	• Willis Towers Watson
4.00 p.m.	Closing Remarks for Afternoon Session	• Willis Towers Watson (David Maneval) • TGIA President / Executive Director
4.15 p.m.	End	

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

The IFRS insurance contracts standard – 20 years in the making

The story so far – now the interesting part really starts

April 1997
- IASC starts the Insurance Contracts project. Issues Paper published in 1999 (DSOPs).

May 2002
- IASB agrees to split project into two phases

March 2004
- Interim Standard IFRS 4 Insurance contracts

May 2007
- Discussion Paper: *Preliminary views*

July 2010
- Exposure Draft *Insurance Contracts*

July 2013
- Re-Exposure Draft *Insurance Contracts*

May 2017
- Publication of IFRS 17 Insurance contracts

Mandatory for annual periods beginning **on or after 1 January 2021**

- For comparatives, opening balance sheet **as of 1 January 2020** is required (companies reporting on calendar year basis)
- Early adoption possible, provided that the entity also applies IFRS 9 and IFRS 15 at the same time

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

IFRS 17 – who does it apply to?

Any issuers of insurance contracts

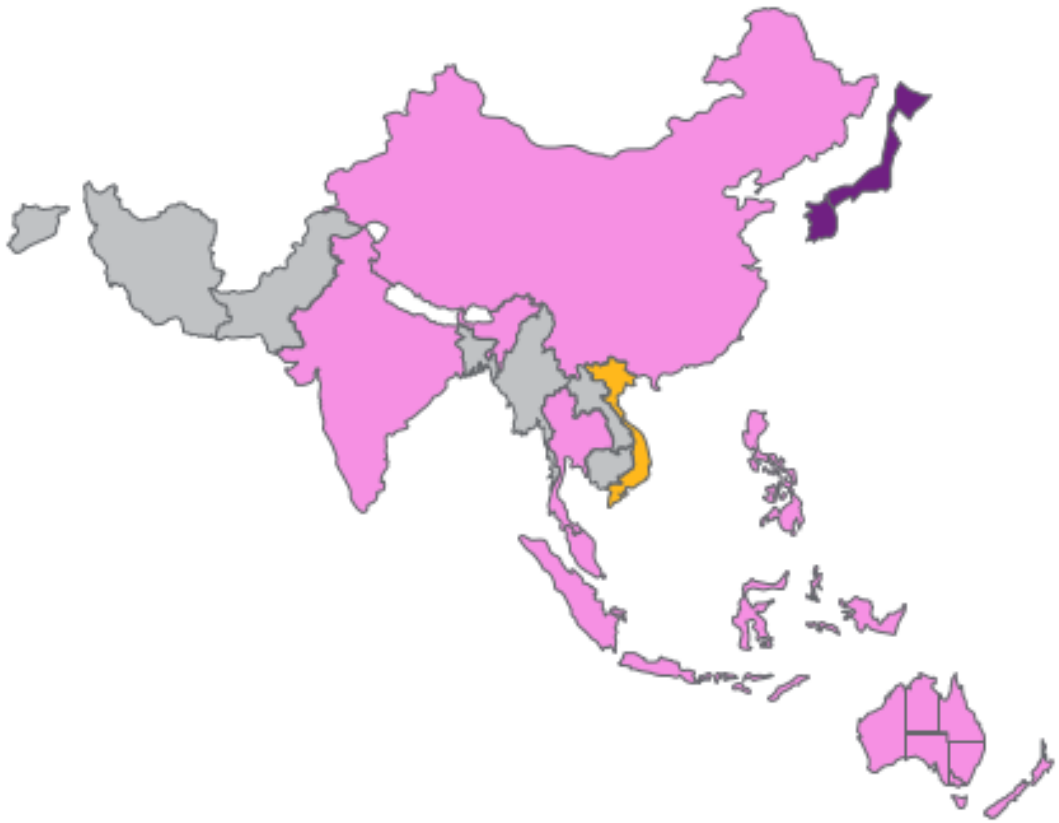
Who does it apply to?

- Insurance companies, reinsurers, captives
- Subsidiaries of such entities

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

IFRS 17 – where does it apply to?

Widespread adoption expected across most key markets



Adoption of IFRS 17 or comparable planned

- Australia
- China
- Hong Kong
- India
- Indonesia
- Malaysia
- New Zealand
- Philippines
- Singapore
- South Korea
- Taiwan
- Thailand

Permission to use IFRS 17

- Japan

No substantial convergence

- Vietnam

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

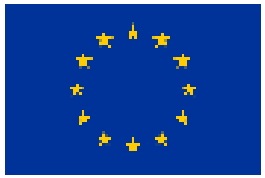
IFRS 17 - Global

Not Adopt → **Adopt**

United States

China

Chinese Accounting Standard (CAS) ~ IFRS


EU

Malaysia

Canada

UK

Listed Companies
-required in consolidated accounts
Individual companies
-UK GAAP/IFRS

South Korea

Australia

South Africa

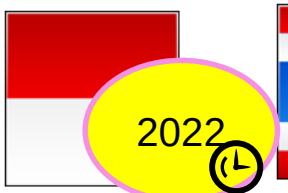
Japan

Voluntary

Singapore

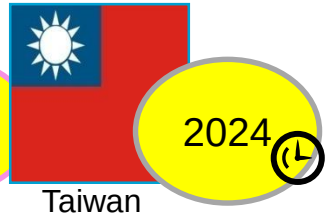
Hong Kong

Philippines



Indonesia

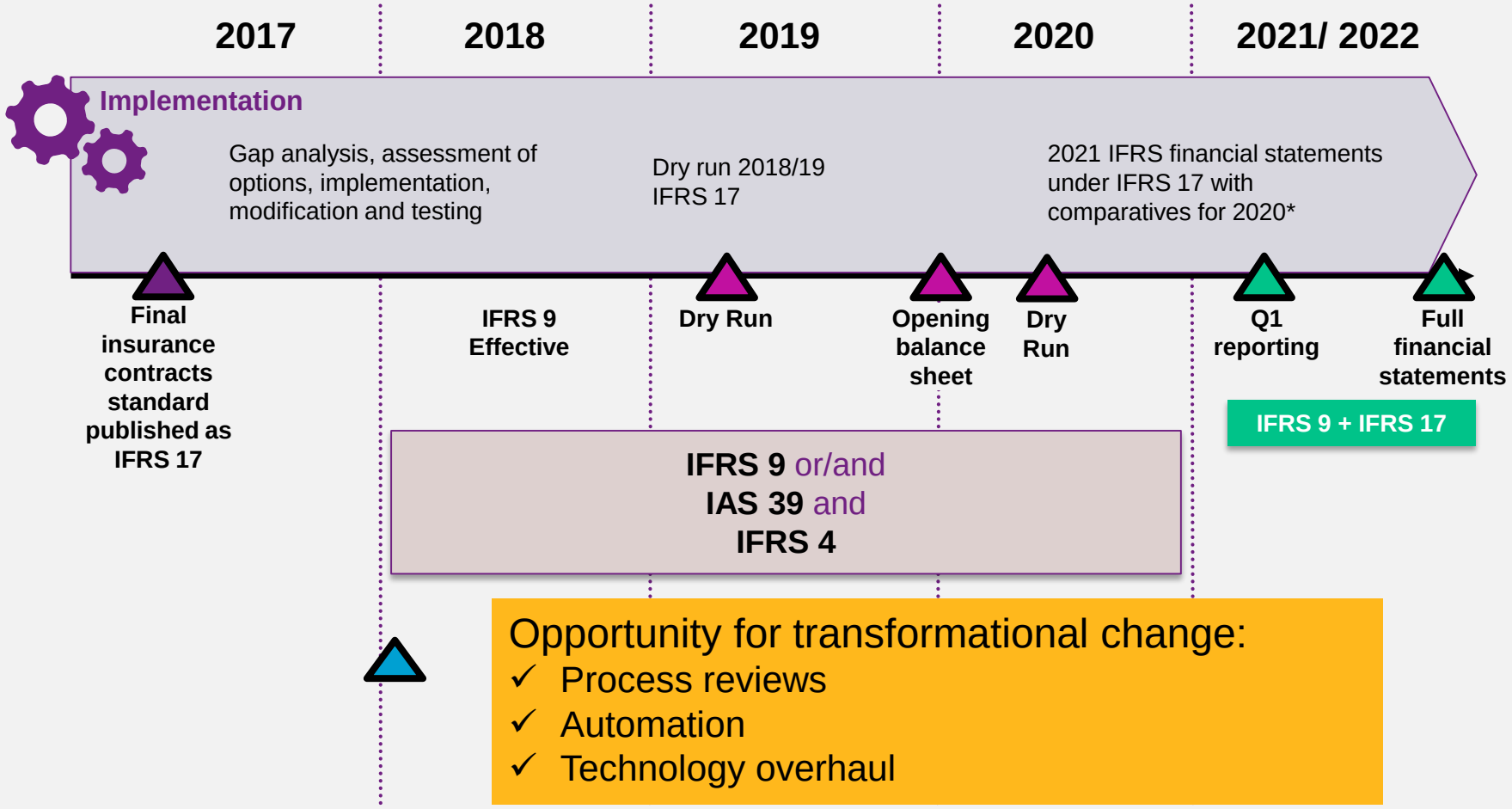
Thailand



Taiwan

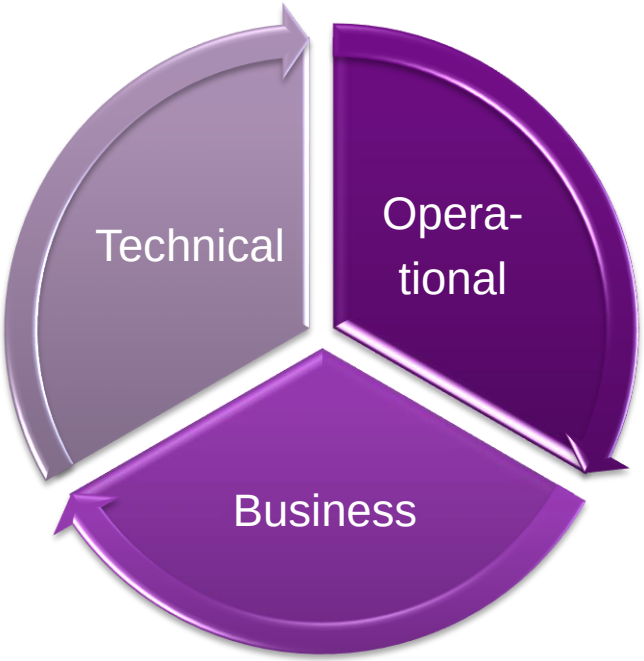
© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

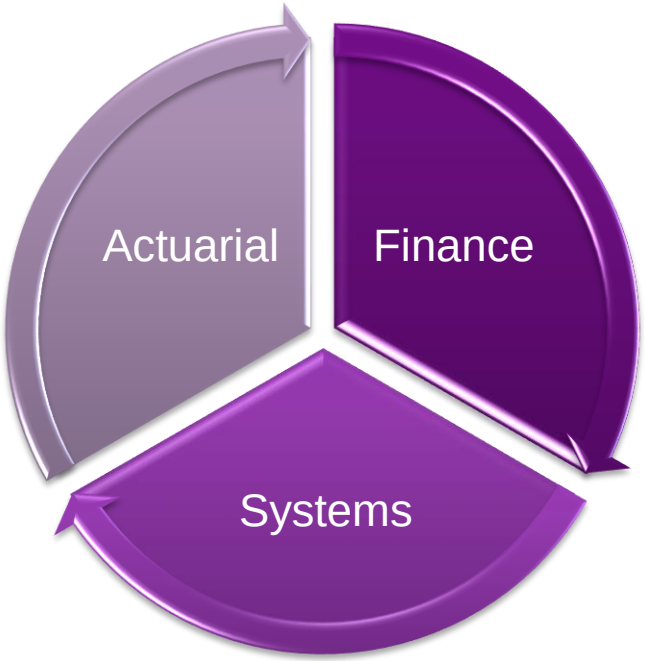
Publication of IFRS 17 is a starting gun not a finishing line



© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

Question: Have you completed an impact assessment?





1. Yes

2. No

POLLING

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

Reliances and Limitations

This presentation has been prepared by Willis Towers Watson for general information purposes only and does not constitute professional advice. The information, opinions and illustrations contained are derived from various sources and have not all necessarily been independently verified by Willis Towers Watson. The presentation is not intended to guide or determine any specific individual situation and persons should consult qualified professionals for appropriate professional advice before taking any specific actions. Neither the presenter, nor the presenter's employer, shall have any responsibility or liability to any person or entity with respect to damages alleged to have been caused directly or indirectly by the content of this presentation. If you require professional advice or require any further information, please contact your usual Willis Towers Watson representative.

© 2018 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

Willis Towers Watson