

IFRS 17 Data Management and Reconciliations

Insurance Companies need to consider the data challenges surrounding IFRS17 reporting. Reconciliations of data must be performed at the most granular level across insurance and reinsurance contracts. Gathering, disaggregating and managing this data can be incredibly challenging in large businesses and will take a considerable amount of time.

AutoRek is implemented within a wide variety of large insurance companies and is a key pillar in the implementation of the new IFRS 17 reporting requirements. Our data management platform automates data reconciliations supporting Finance, Actuarial, IT and Business functions providing confidence in the underlying data.

Key features include:

-  Reconciliation framework for IFRS 17 reporting requirements
-  Data consistency from creation through to final reported values
-  Elimination of manual reconciliations and automatic identification of data issues early in the accounting cycle
-  Disaggregate any data source to the lowest level of granularity
-  Workflow escalation allows issues to be surfaced and then remediated
-  Increase accountability through full audit trail and ageing analysis

The disclosure requirements under IFRS 17 Insurance Contracts state the need to disclose reconciliations of insurance and reinsurance contracts.

Sections 98-116 (Disclosures) of IFRS 17 accounting standard state the need for reconciliation across insurance and reinsurance contracts.

An entity shall provide enough information in the reconciliations to enable users of financial statements to identify changes from cash flows and amounts that are recognised in the statement(s) of financial performance.

An entity shall disclose reconciliations that show how the net carrying amounts of contracts within the scope of IFRS 17 changed during the period because of cash flows and income and expenses recognised in the statement(s) of financial performance. Separate reconciliations shall be disclosed for insurance contracts issued and reinsurance contracts held.

An entity shall disclose reconciliations from the opening to the closing balances separately for each of:

- the net liabilities (or assets) for the remaining coverage component, excluding any loss component.
- any loss component.
- the liabilities for incurred claims. For insurance contracts to which the premium allocation approach has been applied, an entity shall disclose separate reconciliations for:
 - the estimates of the present value of the future cash flows; and
 - the risk adjustment for non-financial risk.

AutoRek provides a solution to help Insurance firms meet complex IFRS 17 data management and reconciliation requirements. Get in touch to arrange a confidential discussion to explore our methodology and credentials.

Arrange an AutoRek Demonstration

To arrange a demonstration or a confidential discussion to explore our methodology and credentials, please contact us:

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