

This paper has been prepared by the EFRAG Secretariat for discussion at a public meeting of EFRAG TEG. The paper forms part of an early stage of the development of a potential EFRAG position. Consequently, the paper does not represent the official views of EFRAG or any individual member of the EFRAG Board or EFRAG TEG. The paper is made available to enable the public to follow the discussions in the meeting. Tentative decisions are made in public and reported in the EFRAG Update. EFRAG positions, as approved by the EFRAG Board, are published as comment letters, discussion or position papers, or in any other form considered appropriate in the circumstances.

IFRS 17: Insurance contract Cover Note

Objective

- 1 The objective of this session is for EFRAG TEG to provide comments on the following topics:
 - (a) Contents and conclusions on the issue of Mutuals in the DEA;
 - (b) Contracts that change nature over time; and
 - (c) The updated Economic study.

Background

- 2 The first two papers formed part of the Agenda Papers provided for the previous EFRAG TEG meeting on 16 April 2020 but they were not discussed by EFRAG TEG. These papers have been updated for comments from IAWG or highlighted where a decision from EFRAG TEG is required.
- 3 The paper on the economic study is the same provided as background as for the 16 April 2020 meeting. We are now seeking comments on it.
- 4 Questions for EFRAG TEG are included in the relevant papers.

Agenda Papers

- 5 In addition to this cover note, agenda papers for this session are:
 - (a) Agenda paper 06-02 – Mutuals wording in the DEA;
 - (b) Agenda paper 06-03 – Contracts that change nature over time;
 - (c) Agenda paper 06-04 A – Economic study cover note;
 - (d) Agenda paper 06-04 B – Updated economic study; and
 - (e) Agenda paper 06-05 – Accountancy Europe on hedge accounting of insurance liabilities and their risk components (for background only).