



25 November 2020

# Reporting Form Statement of profit or loss and other comprehensive income – General Insurers and Private Health Insurers

## Reporting Instructions

These instructions assist completion of the *Reporting Form Statement of profit or loss and other comprehensive income – General Insurers and Private Health Insurers*. The report collects information relating to the licensed insurer's profit or loss and other comprehensive income. APRA intends to leverage off the primary financial statements and disclosures in AASB 17 as much as possible to better inform supervisors.

Report information on a best endeavours basis. Where information is not available within the timeframes requested, provide available information and do not delay the submission.

Please provide in a response letter, an explanation of the significant judgements made, assumptions used (including an indication of the current level of uncertainty in the working assumptions) and business lines excluded when preparing this QIS. This is to facilitate APRA's understanding of the data included in the QIS.

### Reporting consolidation

Information in this form is to be completed by general insurers for each reporting period on a Level 1 (licensed insurer) basis.

Information in this form is to be completed by private health insurers for each reporting period on a health benefits fund basis.

### Reporting basis and units of measurement

Report values in this form in whole Australian dollars (AUD) with no decimal place.

### General accounting basis

For the purposes of this QIS, reporting insurers are requested to follow the AASB 17 requirements, which supersede the requirements in *AASB 1023 General Insurance Contracts* and *AASB 1038 Life Insurance Contracts*.

Please disclose non-distinct investment components in *Reporting Form Liability Roll Forwards* at:

- Part A: Liability Roll Forward 1, item 12 Investment components and premium refunds', item 18 – 'Claims and other expenses paid, including investment components'; and
- Part B: Liability Roll Forward 1, item 9: 'Investment components and premium refunds'

as applicable (refer to AASB 17 paragraphs 103(c)) and 105(a)(iii)).

Convert amounts denominated in foreign currency to AUD in accordance with *AASB 121 The Effects of Changes in Foreign Exchange Rates*.

Report losses and expenses as negative values.

### Reporting periods and due dates

Each insurer must complete this form with information as at the most recent reporting year end. The form is required to be provided to APRA by **5pm AEST, 31 March 2021**.

### Excel template - Shaded areas

- Shaded areas in grey: Insurers are not to complete these data items.

## SPECIFIC INSTRUCTIONS

Each item reported under this form aligns with Australian Accounting Standards Board Standards (AASB). The applicable AASB references are specified with each item.

Report losses and expenses as negative values.

Column 1	Report the total value.
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### Item 1: Insurance revenue

Item 1	Item 1 is a derived item and is calculated as the sum of item 1.1 and item 1.2.  This item is based on AASB 17.80(a) and AASB 17.83.
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#### *Item 1.1: Direct business*

Item 1.1	Item 1.1 is a derived item and is calculated as the sum of item 1.1.1 to item 1.1.3 inclusive.
Item 1.1.1	Report insurance revenue from direct business for contracts that existed at the transition date to which the entity has applied the modified retrospective approach.
Item 1.1.2	Report insurance revenue from direct business for contracts that existed at the transition date to which the entity has applied the fair value approach.
Item 1.1.3	Report insurance revenue from direct business for all other contracts.

#### *Item 1.2: Inwards reinsurance*

This item applies to general insurers only.

Item 1.2	Item 1.2 is a derived item and is calculated as the sum of item 1.2.1 to item 1.2.3 inclusive.
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Item 1.2.1	Report insurance revenue from inwards reinsurance business for contracts that existed at the transition date to which the entity has applied the modified retrospective approach.
Item 1.2.2	Report insurance revenue from inwards reinsurance business for contracts that existed at the transition date to which the entity has applied the fair value approach.
Item 1.2.3	Report insurance revenue from inwards reinsurance business for all other contracts.

## **Item 2: Insurance service expense**

Item 2	Item 2 is a derived item and is calculated as the sum of items 2.1 and 2.2. This item is based on AASB 17.80(a) and AASB 17.84.
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### ***Item 2.1: Direct business***

Item 2.1	Item 2.1 is a derived item and is calculated as the sum of items 2.1.1 to 2.1.5 inclusive.
Item 2.1.1	Report incurred claims from direct business.
Item 2.1.2	Report other insurance service expenses from direct business.
Item 2.1.3	Report amortisation of insurance acquisition cash flows from direct business.
Item 2.1.4	Report losses and reversal of losses on onerous contracts from direct business in accordance with AASB 17.103(b)(iv).
Item 2.1.5	Report any adjustments to liabilities for incurred claims from direct business.

### ***Item 2.2: Inwards reinsurance***

This item applies to general insurers only.

Item 2.2	Item 2.2 is a derived item and is calculated as the sum of items 2.2.1 to 2.2.5 inclusive.
Item 2.2.1	Report incurred claims from inwards reinsurance.
Item 2.2.2	Report other insurance service expenses from inwards reinsurance.
Item 2.2.3	Report amortisation of insurance acquisition cash flows from inwards reinsurance.
Item 2.2.4	Report losses and reversal of losses on onerous contracts from inwards reinsurance in accordance with AASB 17.103(b)(iv).
Item 2.2.5	Report any adjustments to liabilities for incurred claims from inwards reinsurance.

### Item 3: Insurance service result before reinsurance contracts held

Item 3

Item 3 is a derived item and is calculated as the sum of item 1 and item 2.

### Item 4: Allocation of reinsurance premiums

Item 4

Report allocation of reinsurance premiums.

It is requested that the entity present this item separately from amounts recoverable from reinsurers for incurred claims reported at item 5.

This item applies to general insurers only.

This item is based on AASB 17.86.

### Item 5: Amounts recoverable from reinsurers for incurred claims

Item 5

Report amounts recoverable from reinsurers for incurred claims.

This item applies to general insurers only.

This item is based on AASB 17.86.

### Item 6: Net expense from reinsurance contracts held

Item 6

Item 6 is a derived item and is calculated as the sum of items 4 and 5. This item can be a net income or net expense.

This item applies to general insurers only.

This item is based on AASB 17.82 and AASB 17.86.

### Item 7: Insurance service result

Item 7

Item 7 is a derived item and is calculated as the sum of items 3 and 6.

This item is based on AASB 17.80(a).

### Item 8: Interest revenue calculated using the effective interest method

Item 8

Report interest revenue calculated using the effective interest method.

This item is based on AASB 101.82(a).

### Item 9: Other interest and similar income

Item 9

Report other interest and similar income.

This item is based on AASB 101.82(a).

**Item 10: Net gains/losses on financial assets at fair value through profit or loss****Item 10**

Report net gains/losses on financial assets at fair value through profit or loss.

This item is based on AASB 7.20(a)(i).

**Item 11: Net gains/losses on derecognition of financial assets measured at fair value through other comprehensive income****Item 11**

Report net gains or losses on derecognition of financial assets measured at fair value through other comprehensive income.

This item is based on AASB 7.20(a)(i).

**Item 12: Net gains/losses on derecognition of financial assets measured at amortised cost****Item 12**

Report net gains/losses on derecognition of financial assets measured at amortised cost.

This item is based on AASB 101.82(aa).

**Item 13: Impairment loss on financial assets****Item 13**

Report impairment loss on financial assets.

This item is based on AASB 101.82(ba).

**Item 14: Net gains from fair value adjustments to investment properties****Item 14**

Report net gains from fair value adjustments to investment properties.

This item is based on AASB 140.76(d).

**Item 15: Net foreign exchange income / expense****Item 15**

Report net foreign exchange income or expense.

**Item 16: Other income****Item 16**

Report other investment-related income.

**Item 17: Total investment result****Item 17**

Item 17 is a derived item and is calculated as the sum of items 8 to 16 inclusive.

### **Item 18: Insurance finance expenses for insurance contracts issued**

Item 18	Report insurance finance expenses for insurance contracts issued.  This item is based on AASB 17.87.
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### **Item 19: Reinsurance finance income for reinsurance contracts held**

Item 19	Report reinsurance finance income for reinsurance contracts held.  This item applies to general insurers only.  This item is based on AASB 17.82.
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### **Item 20: Net insurance financial result**

Item 20	Item 20 is a derived item and is calculated as the sum of items 18 and 19. This item can be a net income or net expense.
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### **Item 21: Asset management services revenue**

Item 21	Report asset management services revenue.  This item is based on AASB 101.82(a).
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### **Item 22: Share of profit/loss of associates and joint ventures accounted for using the equity method**

Item 22	Report the share of profit or loss of associates and joint ventures accounted for using the equity method.  This item is based on AASB 101.82(c).
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### **Item 23: Profit/loss from non-current assets and disposal groups classified as held for sale and not qualifying as discontinued operations**

Item 23	Report the profit or loss from non-current assets and disposal groups classified as held for sale and not qualifying as discontinued operations.
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### **Item 24: Impairment loss for goodwill**

Item 24	Report impairment loss for goodwill.  This item is based on AASB 3.B67(d).
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## Item 25: Other income

Item 25

Report other income. Additionally, include income from contracts outside the scope of AASB 17 (including *AASB 15 Revenue from Contracts with Customers*) under this item.

## Item 26: Other expenses

Item 26

Report other expenses. Additionally, include expenses from contracts outside the scope of AASB 17 under this item.

## Item 27: Profit/loss from continuing operations before tax

Item 27

Item 27 is a derived item and is calculated as the sum of items 7, 17, and 20 to 26 inclusive.

This item is based on AASB 101.81A(a) Disclosure.

## Item 28: Income tax expense from continuing operations

Item 28

Report income tax expense from continuing operations.

This item is based on AASB 101.82(d) and AASB 112.77.

## Item 29: Profit/loss for the year from continuing operations after income tax

Item 29

Item 29 is a derived item and is calculated as the sum of items 27 and 28 inclusive.

This item is based on AASB 101.81A.

## Item 30: Profit/loss from discontinued operations after income tax

Item 30

Report profit or loss from discontinued operations after income tax.

This item is based on AASB 101.82(ea).

## Item 31: Profit (loss) after income tax attributable to members of the company

Item 31

Item 31 is a derived item and is calculated as the sum of items 29 and 30 inclusive.

This item is based on AASB 101.81A.

## OTHER COMPREHENSIVE INCOME

Other comprehensive income is based on AASB 101.82A(a)(ii).

## Items that may be reclassified to profit or loss in subsequent periods

### Item 32: Change in fair value of financial assets at fair value through other comprehensive income

Item 32

Report change in fair value of financial assets at fair value through other comprehensive income.

This item is based on AASB 7.20(a)(viii).

### Item 33: Amount reclassified to profit or loss

Item 33

Report amount reclassified to profit or loss.

This item is based on AASB 7.20(a)(viii).

### Item 34: Insurance finance expenses for insurance contracts issued

Item 34

Report insurance finance expenses for insurance contracts issued. This item can be a net income or net expense.

This item is based on AASB 90.

### Item 35: Reinsurance finance income for reinsurance contracts held

Item 35

Report reinsurance finance income for reinsurance contracts held. This item can be a net income or net expense.

This item applies to general insurers only.

This item is based on AASB 17.82, 90.

### Item 36: Net insurance financial result

Item 36

Item 36 is a derived item and is calculated as the sum of items 34 and 35. This item can be a net income or net expense.

### Item 37: Share of other comprehensive income of associates and joint ventures accounted for using the equity method

Item 37

Report the share of other comprehensive income of associates and joint ventures accounted for using the equity method.

This item is based on AASB 101.82A(b)(ii).

### Item 38: Income tax relating to items that will be reclassified

Item 38

Report income tax relating to items that will be reclassified.



This item is based on AASB 101.91.

### **Items that will not be reclassified to profit or loss**

This item is based on AASB 101.82A(a)(i).

### **Item 39: Revaluation of land and buildings**

Item 39

Report revaluation of land and buildings.

This item is based on AASB 116.39.

### **Item 40: Share of other comprehensive income of associates and joint ventures accounted for using the equity method**

Item 40

Report share of other comprehensive income of associates and joint ventures accounted for using the equity method.

This item is based on AASB 101.82A(b)(i).

### **Item 41: Remeasurements of post-employment benefit obligations, before tax**

Item 41

Report remeasurements of post-employment benefit obligations, before tax.

This item is based on AASB 119.120(c).

### **Item 42: Income tax relating to items that will not be reclassified**

Item 42

Report income tax relating to items that will not be reclassified.

This item is based on AASB 101.91.

### **Item 43: Total other comprehensive income**

Item 43

Item 43 is a derived item and is calculated as the sum of items 32, 33, and 36 to 42.

This item is based on AASB 101.81A(b).

### **Item 44: Total comprehensive income**

Item 44

Item 44 is a derived item and is calculated as the sum of items 31 and 43.

This item is based on AASB 101.81A(c).