

Actuarial & Insurance Solutions | IFRS 17 Implementation in the Caribbean & Bermuda

IFRS 17 is a new reporting standard for insurers that comes into effect on 1 January 2023.

Is your organization ready?

The IFRS 17 Timeline



Deloitte's Approach – Unpacking the complexity of IFRS 17

We understand that IFRS 17 is one of the most fundamental changes to have occurred to insurance accounting. Key challenges include:

1. Understanding the data requirements of IFRS 17;
2. Identifying the key policy decisions needed;
3. Right sizing the implementation effort for the scale of operations and budgets

Deloitte's aim is to take a challenging exercise and guide insurers through IFRS 17 implementation every step of the way. We do this through:

1. **A Use Case driven approach.** We lead by considering the outcomes of how IFRS 17 applies to your key products and let this drive the requirements. This allows an agile approach focusing in on your complexities first. Our team supports many IFRS 17 projects locally in Bermuda. Whether you are a P&C, Life or Captive (re)insurer, we have a solution tailored for your business.
2. **Experience from both advisory and external audit.** Deloitte has the largest dedicated IFRS 17 team in the Caribbean and Bermuda region. Our team has continuously worked on various IFRS 17 engagements as well as external audits both locally and as part of

global implementation teams. Deloitte's actuaries and accountants work in collaboration to deliver an implementation project smoothly.

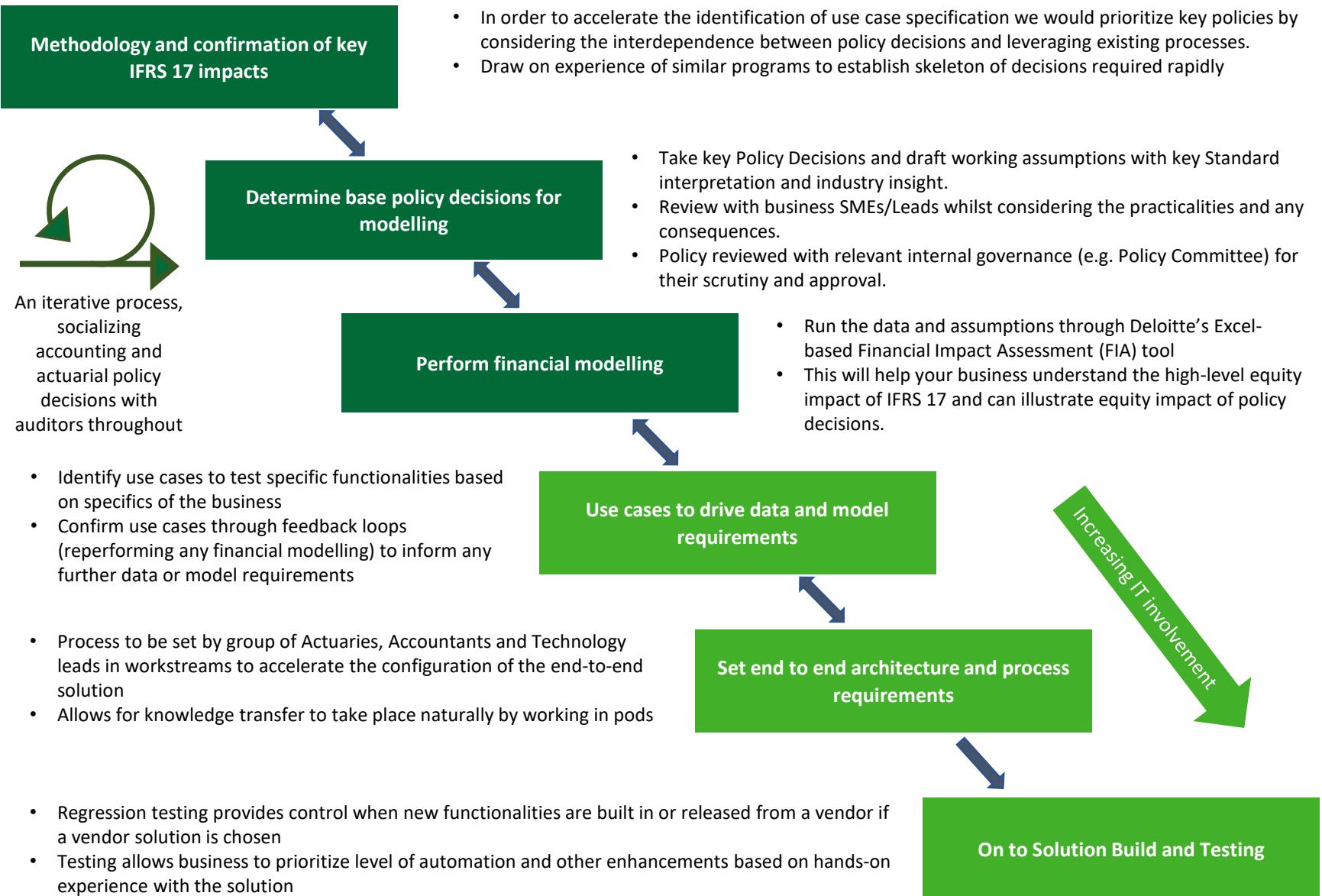
3. **Deloitte IFRS 17 Accelerators.** We have built a range of different tools to accelerate your implementation program. We have existing models across the various project stages including Financial Impact Assessment, Premium Allocation Approach Eligibility, Prototype and Transition models. We also have an extensive library of auditor ready Policy Paper templates to draw on to support documentation.

What Deloitte can provide

We appreciate that every insurer is unique and will not require the same IFRS 17 solution. Wherever you are on your IFRS 17 journey, we can provide you:

1. IFRS 17 Education
2. A roadmap to Implementation
3. Real use case calculations to identify the key judgement areas for your business and data requirements
4. The full suite of IFRS 17 accounting policy papers
5. Indicative IFRS 17 balance sheet & Income statement with reconciliation back to IFRS 4 and local regulatory basis

An adaptable implementation plan – scaled to your needs



Program Success Factors



Real financial illustrations

"Numbers first". The context of full-entity results, showing restated opening shareholder equity and expected profits, under both central and possible shock scenarios, gives an irreplaceable sense of direction for the program.



Well-defined data model, incl. CoA

The definition of data requirements, including across all reporting and calculation dimensions, is a major challenge. Early stabilization of consistent CoA and KPI requirements and definitions is critical, followed by a clear view of the granularity, frequency & speed of delivery.



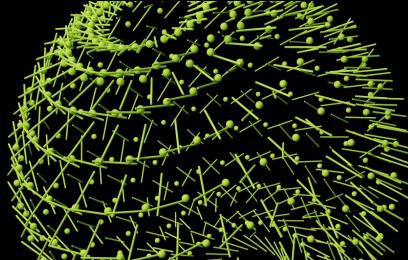
Balancing short term & long-term vision

Define the 2022 deliverables primarily to bring robust compliance with reliable, business-driven reported financials. Without diverting from the above, also leverage IFRS 17 as a driver for standardization, centralization and optimization across Finance beyond compliance.



Core processes quickly, detailed processes later.

IFRS 17 results in complex IT system, data and process impacts across the entire Finance and Actuarial landscape. The core process aspects are critical and drive the system design; the detailed processes need to then consider the system design itself.



Deloitte Bermuda IFRS 17 Advisory Team



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Alistair is a Manager in the Actuarial & Insurance Solutions practice specializing in advisory services in the P&C insurance currently involved in multiple IFRS 17 implementation projects for both global and local insurers.

He has extensive experience in IFRS 17 at the Gap Analysis, policy development, Financial Impact Assessment and implementation phases for global insurers and reinsurers based in UK and Bermuda.



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Nina is a Manager in Deloitte's Actuarial & Insurance Solutions practice. She currently serves a range of clients on a variety of actuarial functions including IFRS 17 readiness, actuarial valuations, transaction pricing and audits of long-term (re)insurers and pension funds.

Nina's IFRS 17 experience includes Gap Analysis, Impact Assessments, Policy and Methodology development for global (re)insurers based in Bermuda and South Africa.



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Paul is a Senior Consultant in the Actuarial & Insurance Solutions practice with advisory and in house experience in the non-life insurance industry in the UK and Bermuda.

Paul's experience includes actuarial modelling, reserving and IFRS 17 consulting. Paul also has experience working within the actuarial function of a Lloyd's of London Managing Agent.

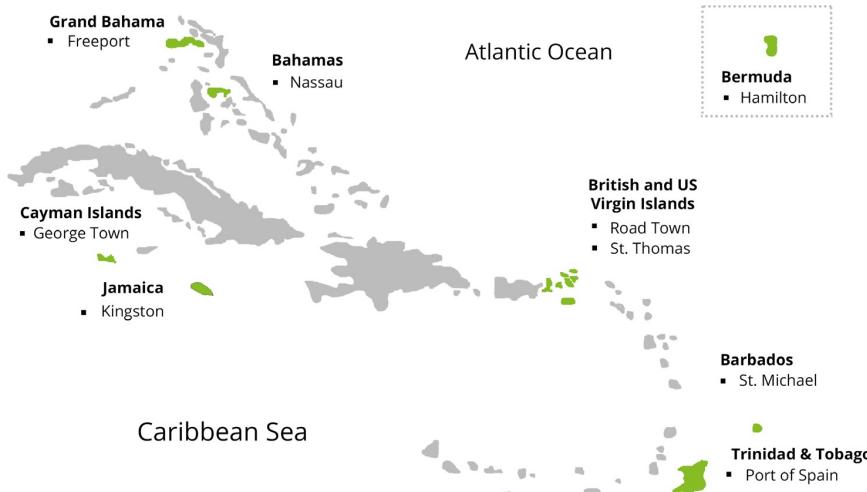


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Paul is a Senior Consultant in the Actuarial & Insurance Solutions practice with consulting experience primarily in the life insurance industry.

He has worked on IFRS 17 projects in various stages from Financial Impact Assessment to Policy & Methodology development.

Deloitte in the Caribbean & Bermuda



Global Strength. Local Delivery.

Our Bermuda practice, which covers P&C and Life, is the largest dedicated IFRS 17 team in the Caribbean and Bermuda region. In addition, we are supported by the Global Deloitte Network, allowing us to access the latest thinking and interpretation from IFRS 17 experts around the world.

Globally, Deloitte has delivered on hundreds of IFRS projects, has leadership roles in relevant IFRS 17 professional and regulatory bodies and has partnerships with key IFRS 17 vendors.

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