

Total IFRS Insurance Liability

Block 4:
Contractual Service Margin

Measured at inception as the expected contract profit to be earned as services are fulfilled. It is adjusted for future assumption changes

'Fulfilment cash flows'

Block 3:
Risk Adjustment

An assessment of the uncertainty about the amount and timing of future cash flows

Block 2:
Time Value of Money

An adjustment that converts future cash flows into current amounts

Block 1:
Expected Future
Cash Flows
(unbased probability weighted mean)

Expected (probability-weighted) cash flows from premiums, claims, benefits, expenses and acquisition costs

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