## Tutorial IFRS 17 27 April 2025

## EX1- Insurance contracts that are NOT onerous(profitable)

 the insurance company X, issues **200 insurance contracts** with a coverage period of **4 years**, starting at the issuance date.You are given The following information :

-The insurance premium is **15 CU** per contract for the whole coverage period, payable within one month after its issuance;

-The annual future cash outflows are estimated at **3 CU** per contract;

-The discount rate is **5%**;

-Estimated risk adjustment for non-financial risk upon initial recognition is **200 CU**.

**Required : How to measure the group of insurance contracts initially in line under IFRS 17?**