

LIFE-2	75.040	Analysis of Amounts of Life Insurance – Effected and In Force	
<p>To provide further breakdown of new and in force amounts of life insurance by plan type and participation type.</p> <p>All reinsurance should be reported whether assumed or ceded by Life insurance business units or reinsurance business units. All reinsurance ceded should be reported whether ceded to unregistered reinsurers or not.</p>			
Line	Col	Cross Ref	Practice
010			<p>New Effected - Direct Written</p> <p>Report new direct amounts of life insurance for individual and group life split into participating and non-participating.</p> <p>Policies are to be included on this line from the date the Canadian Branch assumes the risk.</p> <p>This line is not to include paid-up or extended insurance granted in lieu of surrendered policies (whether surrendered at the end of the deferred period or at any other time), or policies that are mere transfers or changes of former policies.</p> <p>Policies issued prior to the financial statement date which have not been taken or rescinded during the 10-day "free-look" period should not be included as "new effected". In cases where the accounting system include such new issues as completed transactions prior to the expiry of the "free look" period, a reversal of these transactions or an adjustment to reflect the actual amount of new business for which the Canadian Branch is on the risk is appropriate.</p> <p>Individual polices issued as a result of the election of the conversion option by a certificate holder on withdrawal from a group insurance policy should be reported under Individual - New Effected.</p>
020			<p>New Effected - Reinsurance Assumed</p> <p>Report new assumed amounts of life insurance for individual and group life split into participating and non-participating.</p>

LIFE-2		75.040	Analysis of Amounts of Life Insurance – Effected and In Force
Line	Col	Cross Ref	Practice
030			<p>New Effected - Reinsurance Ceded</p> <p>Report new reinsurance ceded life insurance amounts for individual and group life split into participating and non-participating.</p>
099			<p>New Effected - Net</p> <p>Line 099 is equal to the total of lines 010 and 020 less line 030 for each column.</p>
110			<p>In Force – Direct Written</p> <p>Splits direct insurance year-end in force amounts for individual and group life into participating and non-participating amounts.</p>
130			<p>In Force – Reinsurance Ceded</p> <p>Splits reinsurance ceded year-end in force life insurance amounts for individual and group life into participating and non-participating.</p>
199			<p>In Force – Net</p> <p>Line 199 is equal to the total of lines 110 and 120 less line 130 for each column.</p>

LIFE-2	75.050 and 75.060	Movement of Annuities (Gross) – Individual and Group Annuities	
<p>These exhibits are simple summaries of complex products and are intended to:</p> <ol style="list-style-type: none"> 1. Reconcile the count of annuity contracts in force between years and for verification of various components of movement e.g., newly issued, surrender, etc. where such is applicable. 2. Serve as a control mechanism for inclusion of all annuity products in the setting up of actuarial liabilities and any payable that is outstanding on the annuities. <p>Canadian Branches should refer to the definition of accumulation annuities and payout annuities in the General Section.</p> <p>In this reconciliation type exhibit involving number of annuity contracts and their related tie-in financial data reconciliation, the line descriptions such as "deposits", "interest credited", and "payment" would be appropriate for some deposit accumulation type contracts. Deposit administration type deferred annuities both individual and group should be included in this exhibit under accumulation annuities.</p> <p>Canadian Branches are required to maintain working papers providing the appropriate summary data underlying the reported figures by product categories within individual annuity lines of business.</p> <p>Canadian Branches should use the most appropriate bases for disclosing the tie-in financial data in respect of contracts to which such data relates and the numerical movement should be recorded in this exhibit.</p> <p>The working papers referred to above, reconciling the contracts to control totals in the individual and group annuity ledgers and their primary accounting records to provide an audit trail, should be available for on-site verification by, or for submission to OSFI, upon request.</p> <p>Payout annuities classed as “certain” should have no life contingent elements.</p> <p>Payout annuities classed as “life” may have a certain period in the benefits.</p> <p>Note: Columns 01, 31 and 32 apply to long term disability annuities only.</p>			
Line	Col	Cross Ref	Practice
010			<p>In Force – Beginning of Year</p> <p>The opening balance should agree with the closing balances for the prior year. Other corrections or adjustments to the opening balances should be reported on line 130.</p>

LIFE-2		75.050 and 75.060		Movement of Annuities (Gross) – Individual and Group Annuities
Line	Col	Cross Ref	Practice	
030			Deposits Record the total deposits received excluding transfers from other annuity products.	
070			Interest Credited Report interest credited to accumulation account value of contracts in column 07.	
100			Transfers In Report transfers in of contracts from Segregated Funds or other lines at the option of the contractholder.	
130			Other Increase Opening balance corrections and other reporting adjustments.	
149			Total This line equals the sum of lines 010 to 130 for each column.	
210			Payment Less amounts ceased by annuity payments.	
230			Surrender Amounts ceased due to surrender of policy.	
270			Other Amounts ceased by annuitant's death.	
300			Transfer Out Report transfers of contracts to Segregated Funds or other lines at the option of the contractholder.	
400			Currency Revaluation The change in account value and annual payment due to the change in rates of currency exchange at year end.	

LIFE-2		75.050 and 75.060		Movement of Annuities (Gross) – Individual and Group Annuities
Line	Col	Cross Ref	Practice	
449			In Force – End of Year Line 449 = Line 149 – Lines 349 + Line 400 for columns 07, 22 and 32.	
510			Assumed The annuities in force, end of year assumed from other life insurers.	
530			Ceded The annuities in force, end of year ceded to other life insurers.	

Line	Col	Cross Ref	Practice
LIFE-2			
75.070			
Reinsurance Ceded to Unregistered Insurers			
References			
OSFI Guideline B-3 Guideline on Unregistered Reinsurance (February 1997)			
Unregistered insurers: Refer to Definitions in the General Section.			
	23		On claims paid The total amount recoverable on claims paid is included in Accounts Receivable on page 20.010, line 100 and on page 21.150, line 250.
	33		Reserves ceded to reinsurer For modified coinsurance, the amount presented here should be 0.
	38		Premiums ceded to reinsurer For modified coinsurance, the amount presented here should be 0.
	48		Amounts held in trust Securities held for unregistered reinsurers must be accounted for, on this page, at market value at the end of the year. To be acceptable, OSFI must have provided authorization under the applicable guidelines. Canadian Branches must also include investment income due on these securities.
	53		Amounts of acceptable LOC Acceptable letters of credit are those that meet the conditions described in the MCCSR/TAAM guidelines on capital adequacy requirements.