

Table 11.5 – Reinsurance contracts analysis by remaining coverage and incurred claims

Year ended	December 31, 2023					
	Asset for remaining coverage		Asset for incurred claims			Total
	Excluding loss recovery component	Loss recovery component ¹	Contracts under PAA			
			Contracts under GMM	Present value of future cash flows	Risk adjustment	
Reinsurance contract assets, beginning of year	1,458	662	157	2,608	119	5,004
Changes in comprehensive income:						
Expense from reinsurance contracts	(3,056)	-	-	-	-	(3,056)
Amounts recoverable for incurred claims and other expenses	2	(321)	542	1,823	46	2,092
Loss recoveries and reversals on onerous contracts	-	404	-	-	-	404
Prior-year development	-	-	-	(5)	(41)	(46)
Changes in non-performance risk of reinsurers	1	-	-	(9)	-	(8)
Income from reinsurance contracts	3	83	542	1,809	5	2,442
Net expense from reinsurance contracts	(3,053)	83	542	1,809	5	(614)
Reinsurance finance income (expense)	42	22	1	127	5	197
Exchange rate differences	22	18	1	23	1	65
Total changes in comprehensive income	(2,989)	123	544	1,959	11	(352)
Cash flows						
Premiums paid	2,537	-	-	-	-	2,537
Amounts received	(3)	-	(590)	(1,379)	-	(1,972)
Total cash flows	2,534	-	(590)	(1,379)	-	565
Reinsurance contract assets, end of year	1,003	785	111	3,188	130	5,217

¹ Loss recovery component related to acquired claims was \$781 million December 31, 2023 (\$649 million as at December 31, 2022) and is related to the underlying loss component that was recoverable under the terms of the reinsurance contracts held.