

Rule no. 19/2015 on the application of International Financial Reporting Standards by insurance, insurance-reinsurance and reinsurance companies

Effective as of 09 November 2015

The consolidation of 25 February 2022 is based on the publication in the Official Journal, Part I no. 834 of 9 November 2015 and includes the amendments made by the following acts: Rule no. 3/2018; Rule no. 22/2018; Rule no. 1/2021; Rule no. 7/2022; Last amendment made on 24 February 2022.

In accordance with the provisions of Article 2 para. (1) letter b), Art. 3 para. (1) letter b) and Art. 6 para. (2) of Government Emergency Ordinance No. 93/2012 on the establishment, organization and functioning of the Financial Supervisory Authority, approved with amendments and additions by Law No. 113/2013, as amended, pursuant to Article 5 para. (a) of Law No 32/2000 on insurance activity and insurance supervision, as subsequently amended and supplemented, pursuant to the provisions of Article 4 para. (3) letter b) of the Accounting Law no. 82/1991, republished, as amended, Having regard to Regulation (EC) No 1.606/2002 of the European Parliament and of the Council of 19 July 2002 on the application of international accounting standards and the need to align with national and international practice in order to promote transparency and comparability of financial statements, following the deliberations of the Board of the Financial Supervisory Authority during its meeting dated 14 October 2015,

The Financial Supervisory Authority hereby issues this rule.

Art. 1 - (1) This rule sets out how insurance, insurance-reinsurance and reinsurance companies authorised, regulated and supervised by the Financial Supervisory Authority, hereinafter referred to as A.S.F., shall prepare statements for information purposes in accordance with International Financial Reporting Standards, hereinafter referred to as IFRSs.

(2) The provisions of this rule shall not apply to branches established in Romania, which belong to an insurance, insurance-reinsurance and reinsurance company established abroad.

For the purposes of this standard, IFRSs means international standards adopted at European level by Regulation (EC) No 1.606/2002 of the European Parliament and of the Council of 19 July 2002 on the application of international accounting standards.

Art. 3 - (1) For the financial years 2020, 2021 and 2022, the companies referred to in Article 1 para. (1), the following statements shall be drawn up and reported to A.S.F.:

a) reporting on IFRS-RAS value adjustments and their tax impact, as set out in the Annex that forms an integral part of this standard;

b) a descriptive monograph, separate from the reporting referred to in letter (a), including an explanation of the differences/adjustments in value determined between the accounting treatments under the accounting regulations referred to in para. (2) letter (a) and the IFRS treatments and an indication of the accounting transactions reflecting those differences.

(2) The indicators in the reporting referred to in para. 1 letter (a) shall be obtained as follows:

a) from the annual financial statements prepared on the basis of the accounting records organised in accordance with the provisions of the Financial Supervisory Authority's Rule no. 41/2015 for the approval of the Accounting Regulations on the individual annual financial statements and consolidated annual financial statements of entities conducting insurance and/or reinsurance business, as amended and supplemented, hereinafter referred to as the A.S.F. Rule no. 41/2015 (RAS values);

b) by restating the balances presented in the balance sheets prepared on the basis of the accounting records organised in accordance with the provisions of A.S.F. Rule no. 41/2015, by applying IFRS principles (IFRS values).

Art. 4 - "repealed"

Art. 5 - "repealed"

Art. 6 - "repealed"

Art. 7 - "repealed"

Art. 8 - (1) The statements referred to in Article 3 shall be submitted to A.S.F. as follows:

a) the reporting referred to in Article 3 para. (1) letter (a) shall be submitted in electronic format by uploading the data in the ASF-EWS application (https://repapp.asfromania.ro/PROD_Front);

b) the descriptive monograph referred to in Article 3 para. (1) letter b) shall be submitted in electronic format, by uploading a PDF file in the ASF-EWS application (https://repapp.asfromania.ro/PROD_Front), with a resolution that allows the limit of 30 MB, signed by the management, as required by law.

(2) The deadline for submission to A.S.F. of the statements referred to in Art. 3 para. (1) shall be as follows:

a) the statements for the years 2020 and 2021 by 31 August 2022;

b) the statements for the year 2022 by 30 June 2023.

Art.9 - The members of the management, including the head of the economic-financial department, of the companies referred to in Art. (1) shall ensure the necessary measures for the proper application of the provisions of this rule in order to draw up and submit to A.S.F. of the statements provided for in this rule; these persons are responsible for the way in which the concrete measures established for the organisational structures involved are carried out and for the accuracy of the data that are taken, respectively entered in the statements provided for in art. 3.

Failure to comply with the provisions of this rule shall be sanctioned in accordance with the provisions of Article 163 of Law No. 237/2015 on the authorization and supervision of insurance and reinsurance activity, as amended.

Art. 11 - This rule shall be published in the Official Journal of Romania, Part I, and on the A.S.F. website and shall enter into force on the date of its publication in the Official Journal of Romania, Part I.

President of the Financial Supervisory
Authority,
Mișu Negritoiu

Bucharest, 30 October 2015.
No. 19.



Reporting on IFRS-RAS¹ value adjustments and their tax impact

¹ RAS - National Accounting Regulations applicable to insurance and/or reinsurance companies, respectively the Financial Supervisory Authority Rule no. 41/2015 for the approval of the Accounting Regulations on the annual individual financial statements and annual consolidated financial statements of entities carrying out insurance and/or reinsurance activities, as amended and supplemented.

Name of insurer

lei

31.12.20XX													
No.	Items	IFRS	Accounting treatment/ IFRS/IAS applied**	RAS	Accounting treatment**	RAS/IFRS valuation differences			Differences in RAS/IFRS valuation, of which impacting in:		Explanation of differences**	Temporary differences	Fiscal impact (16%)
						TOTAL, of which:	Adjustments	Reclassifications	P&L	Equity			
1	2	3	4	5	6	7 = 8 + 9	8	9	10	11	12	13	14 = 13 x 16%
	ASSETS												
1.	Intangible assets, of which:												
1.1	Goodwill*												



Autoritatea de Supraveghere Financiară

2	Investments in tangible fixed assets, tangible fixed assets and inventories (item 2.1-) 2.3)	0		0			0	0	0	0		0	0
2.1	Held for sale												
2.2	Held for own use												
2.3	Depreciable fixed assets and other investments												
3	Assets/ Financial investments (row 3.1-3.6)	0		0			0	0	0	0		0	0
3.1	Available for sale												
3.2	Held-to-maturity												
3.3	Recorded at fair value through P&L												
3.4	Financial derivatives												



Autoritatea de Supraveghere Financiară

3.5	Investments in affiliated companies												
3.6	Other assets												
4	Transferred technical reserves - general insurance (row 4.14.6)	0		0			0	0	0	0		0	0
4.1	Premium reserve												
4.2	Claim reserve												
4.3	Unexpired risk reserve												
4.4	Catastrophe reserve												
4.5	Equalisation reserve												
4.6	Other reserves												
5	Transferred technical reserves- life insurance (row 5.1-54.	0		0			0	0	0	0		0	0
5.1	Mathematical reserve												
5.2	LI premium reserve												
5.3	LI claim reserve												
5.4	Other LI reserves												



Autoritatea de Supraveghere Financiară

6	Trade and similar receivables (row 6.1-6.3)	0		0			0	0	0	0		0	0
6.1	Insurance receivables												
6.2	Broker receivables												
6.3	Other receivables												
7	Receivables from reinsurance operations												
8	Deferred purchase costs												
9	Cash and cash equivalents												
10	Deferred tax assets (DTA) (IFRS)												
11	Other assets (inventories, prepaid expenses, loans to affiliated companies, other receivables, etc.), of												



Autoritatea de Supraveghere Financiară

	which:												
11.1	Rights to use leased assets (IFRS16)												
	TOTAL ASSETS (row 1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9 + 10 + 11)	0		0			0	0	0	0		0	0
	LIABILITIES												
12	Equity, of which: (row 12.1-12.8)	0		0			0	0	0	0		0	0
12.1	Share capital												
12.2	Fair value reserve (IFRS)												
12.3	Capital premium												
12.4	Revaluation reserves												
12.5	Own shares												
12.6	Retained earnings + result of the year (row 12.6.1-12.6.4)	0		0			0	0	0	0		0	0



Autoritatea de Supraveghere Financiară

	reserve												
14.5	Equalisation reserve												
14.6	Other reserves												
15	Technical reserves - life insurance (lines 15.1-15.4)	0		0			0		0	0		0	0
15.1	Mathematical reserve												
15.2	LI premium reserve												
15.3	LI claim reserve												
15.4	Other LI reserves												
16	Debts												
17	Debts from reinsurance												
18	Deferred tax liabilities (DTL) (IFRS)												
19	Provisions												
20	Other liabilities (prepaid income, subsidies, etc.), of which:												
20.1	Debts for												



Autoritatea de Supraveghere Financiară

	rights of use of leased assets (IFRS16)												
	TOTAL LIABILITIES (row 12 + 13 + 14 + 15 + 16 + 17 + 18 + 19 + 20)	0		0			0	0	0	0		0	0
	verification key Total assets = Total liabilities	0		0									

* To be detailed for mergers.

** For example: historical cost, depreciated cost, fair value through P&L; fair value through Equity.

*** The explanations shall be given in the descriptive monograph provided for in Article 3 para (1) letter (b) of the rule.