

Appendix 2 : Table 3 : Summary of the models

	<i>General model</i>	<i>Premium allocation approach</i>	<i>Variable fee approach</i>
<i>Why is it needed?</i>	Default model for all insurance contracts	Simplified measurement for short-term contracts with little pre-claim variability	Model for direct participating business
<i>Mandatory?</i>	Mandatory	Optional	Mandatory

1

¹ PwC, June 2017 (pp.12)