



16 December 2021

## NOTICE

### **Insurance Amendment No.1 Act 2022 and Insurance (Prudential Standards) Amendment Rules 2022**

In keeping with the ongoing enhancements and development of Bermuda's regulatory framework for insurance companies, the Bermuda Monetary Authority (Authority or BMA) proposes to amend the Insurance Act 1978 and Prudential Standards for the following:

#### ***Insurance Act 1978 Amendments***

1. The supervisory requirements relating to the winding-up of composite insurers; and
2. Housekeeping matters.

#### ***Prudential Standards Amendments***

1. To require all insurance groups and Class 4, 3B, 3A, C, D and E insurers to provide a new Schedule IVF "*Risk Exposure*" in relation to the risk exposures in respect to the number of subsidiaries, general business gross premium written, gross losses incurred and reserve details during the financial period;
2. To require long-term Classes C, D and E insurers to provide a quarterly return within two months after their quarter-end; and
3. For insurance groups and Class 4 and 3B insurers to amend the quarterly return requirements to include Enhanced Capital Requirement ratio, Commercial Insurers Solvency Self-Assessment requirement, Bonds by Bermuda Solvency Capital Requirement rating, and details of catastrophe risk exposure during the quarter.

Full details of the proposed amendments are found on the Authority's website at <https://www.bma.bm/document-centre/discussions-consultation-papers>.

Comments on these amendments are invited by 16 January 2022 and should be sent to [riskanalytics@bma.bm](mailto:riskanalytics@bma.bm).