

15 December 2021

NOTICE

Insurance Amendment No.2 Act 2021 and Insurance (Prudential Standards) Amendment Rules 2022

With regards to the ongoing enhancements and development of Bermuda's regulatory framework for insurance companies, the Bermuda Monetary Authority (the "Authority") proposes to amend the Insurance Act and Prudential Standards for the following:

Insurance Act 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 & 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 all long-term Class D & E insurers to provide a quarterly return within 2 months after their quarter end; and
3. for insurance groups and Class 4 & 3B insurers to amend the quarterly return requirements to include ECR ratio, Commercial Insurers Solvency Self-Assessment requirement, Bonds by BSCR rating, and details of catastrophe risk exposure during the quarter.

Full details of the proposed amendments are found on the Authority's website at [Discussion/Consultation Papers](#). Further these proposes are to become effective as of 15 June 2022, and these amendments are invited by 31 December 2021 and should be sent to riskanalytics@bma.bm.