



## Cedar Insurance & Reinsurance Company Ltd

### Declaration of Compliance

(Prepared in accordance with section 15A of the Insurance Act 1978)

### For the Year-Ending – December 31, 2022

We, the undersigned Directors of Cedar Insurance & Reinsurance Company Ltd. (“the Company”) declare that to the best of our knowledge and belief, the Company has:

- a) Not complied with the minimum criteria applicable to it; namely breached Section 4DA(2) of the Insurance Act 1978 by exceeding the amount of Net Premium Written allowable within its Class.
- b) Complied with the minimum margin of solvency;
- c) Complied with the applicable enhanced capital requirement;
- d) Complied with the minimum liquidity ratio for general business; and
- e) Complied with all applicable regulatory conditions, directions, restrictions and approvals imposed on the insurer.

### Description of Breach

Cedar Insurance and Reinsurance Company Ltd wrote Gross Written Premium of 74m in FY2022, exceeding the statutory cap of 50m for a licensed 3A entity. This was a result of the hyper inflationary environment in Lebanon, and the IFRS Accounting translation methodology required at Year end 2022.

Directors:

Fadi Abou Rahhal  
Director

Date 1st November 2023

Jawad Boulos  
Director

Date 1st November 2023