



BERMUDA

INSURANCE (PRUDENTIAL STANDARDS) (INSURANCE GROUP
SOLVENCY REQUIREMENT) AMENDMENT RULES 2018

BR 69 / 2018

The Bermuda Monetary Authority, in exercise of the power conferred by section 6A of the Insurance Act 1978, makes the following Rules:

Citation

1 These Rules, which amend the Insurance (Prudential Standards) (Insurance Group Solvency Requirement) Rules 2011 (the “principal Rules”), may be cited as the Insurance (Prudential Standards) (Insurance Group Solvency Requirement) Amendment Rules 2018.

Amends paragraph 6

2 Paragraph 6 of the principal Rules is amended—

(a) in subparagraph (1) by—

- (i) deleting “II, IIA, III, IIIA, IVA, IVB, IVC, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XIV, XV, XVIII, XIX, XX and XXI”; and
- (ii) substituting “II, IIA, IIB, IIC, IID, IIE, IIF, III, IIIA, IVA, IVB, IVC, IVD, IVE, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XIV, XV, XVIII, XIX, XIXA, XX, XXA, XXI, XXIA and XXIII”;

(b) in subparagraph (2) by—

- (i) deleting “I, II, IIA, III, IIIA, IVA, IVB, IVC, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XIV, XV, XVIII, XIX, XX and XXI”; and
- (ii) substituting “I, II, IIA, IIB, IIC, IID, IIE, IIF, III, IIIA, IVA, IVB, IVC, IVD, IVE, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XIV, XV, XVIII, XIX, XIXA, XX, XXA, XXI, XXIA and XXIII”;

(c) in subparagraph 3(b) by—

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- (i) deleting "I, II, IIA, III, IIIA, IVA, IVB, IVC, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XV, XVIII, XIX, XX and XXI"; and
- (ii) substituting "I, II, IIA, III, IIIA, IVA, IVB, IVC, V, VI, VII, VIII, VIIIA, IX, X, XIA, XIB, XIC, XID, XII, XIII, XV, XVIII, XIX, XIXA, XX, XXA, XXI, XXIA and XXIII".

Amends Schedule I

3 (1) Schedule I to the principal Rules is amended in the manner set out in Schedule A to these Rules.

(2) Schedule A to these Rules is published separately on the Authority's website (www.bma.bm) in accordance with section 6A(8) of the principal Act.

Inserts Schedules IIB, IIC, IID, IIE, IIF, IVD, IVE, XIXA, XXA, XXIA, XXIII

4 (1) The principal Rules are amended by inserting the following after Schedule IIA—

- (a) Schedule IIB - Schedule of Fixed income and Equity Investments by BSCR Rating;
- (b) Schedule IIC - Schedule of Funds Held by Ceding Insurers and Funds Held Under Retrocession by BSCR Rating;
- (c) Schedule IID - Schedule of Segregated Account Companies Assets and Liabilities by BSCR Rating;
- (d) Schedule IIE - Schedule of Deposit Assets and Liabilities by BSCR Rating;
- (e) Schedule IIF - Schedule of Other Sundry Assets and Liabilities by BSCR Rating.

(2) The principal Rules are amended by inserting the following after Schedule IVC—

- (a) Schedule IVD - Schedule of Consolidated Premium Exposure Measure by Line of Business of General Business;
- (b) Schedule IVE - Schedule of Geographic Diversification of Net Premium Exposure Measure on a Consolidated Basis.

(3) The principal Rules are amended by inserting "Schedule XIXA - Schedule of Risk Management - Cash and Cash Equivalents Counterparty Analysis" after Schedule XIX.

(4) The principal Rules are amended by inserting "Schedule XXA - Schedule of Currency Risk", after Schedule XX.

(5) The principal Rules are amended by inserting the following after Schedule XXI—

- (a) Schedule XXIA - Schedule of Concentration Risk;
- (b) Schedule XXIII - Schedule of Interest Rate Sensitive Assets and Liabilities.

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(6) The Schedules inserted under subparagraphs (1) to (5) are published separately on the Authority's website (www.bma.bm) in accordance with section 6A(8) of the principal Act.

Commencement

5 These Rules come into operation on 1 January 2019.

Made this 12th day of July 2018

Chairman
The Bermuda Monetary Authority

[Operative Date: 01 January 2019]