



03 May 2024

NOTICE

Insurance (Prudential Standards) (Recovery Plan) Rules 2024

The Bermuda Monetary Authority (Authority or BMA), in the exercise of the power conferred by sections 6A(1)(j) and 6G of the Insurance Act 1978, has published the *Insurance (Prudential Standards) (Recovery Plan) Rules 2024 (Rules)*.

The Rules aim to ensure that insurers prepare for a range of possible adverse situations ahead of any severe stress condition. Ultimately, this should assist insurers in taking effective and thoughtful measures in a timely manner in a crisis without unnecessary pressure.

The Authority considers the imposition of these Rules (which apply to Bermuda commercial insurers only¹) as essential pillars in strengthening the Authority's prudential framework.

These Rules shall come into operation on 1 May 2025.

The published Rules can be found on the 'Legislation' page underneath the 'Prudential Rules' dropdown box: [Bermuda Legislation Documents - BMA](#).

¹ Commercial insurer includes an insurer registered, under section 4 of the Bermuda Insurance Act 1978, as Class 3A, Class 3B, Class 4, Class C, Class D, Class E and insurance groups.