

Notice

Extended Consultation Period for Draft Legislation

Insurance (Prudential Standard) (Class 3A Solvency Requirement) Rules 2011 Insurance (Prudential Standard) (Class 4 & 3B Solvency Requirement) Amendment Rule 2011

Please note that the Authority is extending the consultation period for the following pieces of draft legislation which were issued on June 27th 2011:

1. Insurance (Prudential Standard) (Class 3A Solvency Requirement) Rules 2011 - stipulate that, provided certain conditions are met, Class 3A insurers can apply to use internal capital models in the place of the standard BSCR-Small to Medium-Sized Entities (SME) model. Class 3A insurers would also be required to submit copies of their capital and solvency return before a specified filing date.
2. Insurance (Prudential Standard) (Class 4 & 3B Solvency Requirement) Amendment Rule 2011
 - seeks to:
 - amend filing requirements for registered Class 4 and Class 3B insurers and clarifies certain provisions regarding annual regulatory reporting;
 - give the Authority power to revoke its granted approval for an internal capital model if that model is deemed no longer suitable for the purposes of establishing an enhanced capital requirement; and
 - where the BMA has not been appointed group wide supervisor, makes provision for registered Class 4 and Class 3B insurers to submit quarterly financial returns to the Authority.

The revised deadline for interested parties to submit comments on these items is now **September 30th 2011**. The drafts are available on the Authority's website www.bma.bm and via the following link <http://www.bma.bm/document-centre/consultation-papers/insurance.asp>.

The Authority is extending this consultation period as issuing of these drafts for comment has apparently not been fully evident to the market since the documents were posted to the BMA website. Therefore, this notice and extension seeks to ensure full notification and that the market has an appropriate period of time to provide feedback.