



INSURANCE COMMISSION
OF THE BAHAMAS

Outlook, Initiatives, New Developments for 2021

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Agenda

- ICB Mandate
- Risk Based Supervisory Framework
 - Risk Based Capital
- Risk Emergence
 - Climate Change
 - COVID-19
- AML/CFT/CPF – Ongoing Development
 - Requirements for Insurers
- Legislative, Policy and Other Supervisory Updates
- Questions/ Comments



Purpose and Function of ICB



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► Purpose:

- To ensure a sound and stable insurance marketplace and maintain consumer confidence

► Function:

- Maintain surveillance over the insurance market [Insurance Act 2005, Section 8(b)]
- To promote and encourage sound and prudent insurance management and business practices [Insurance Act 2005, Section 8 (c)]

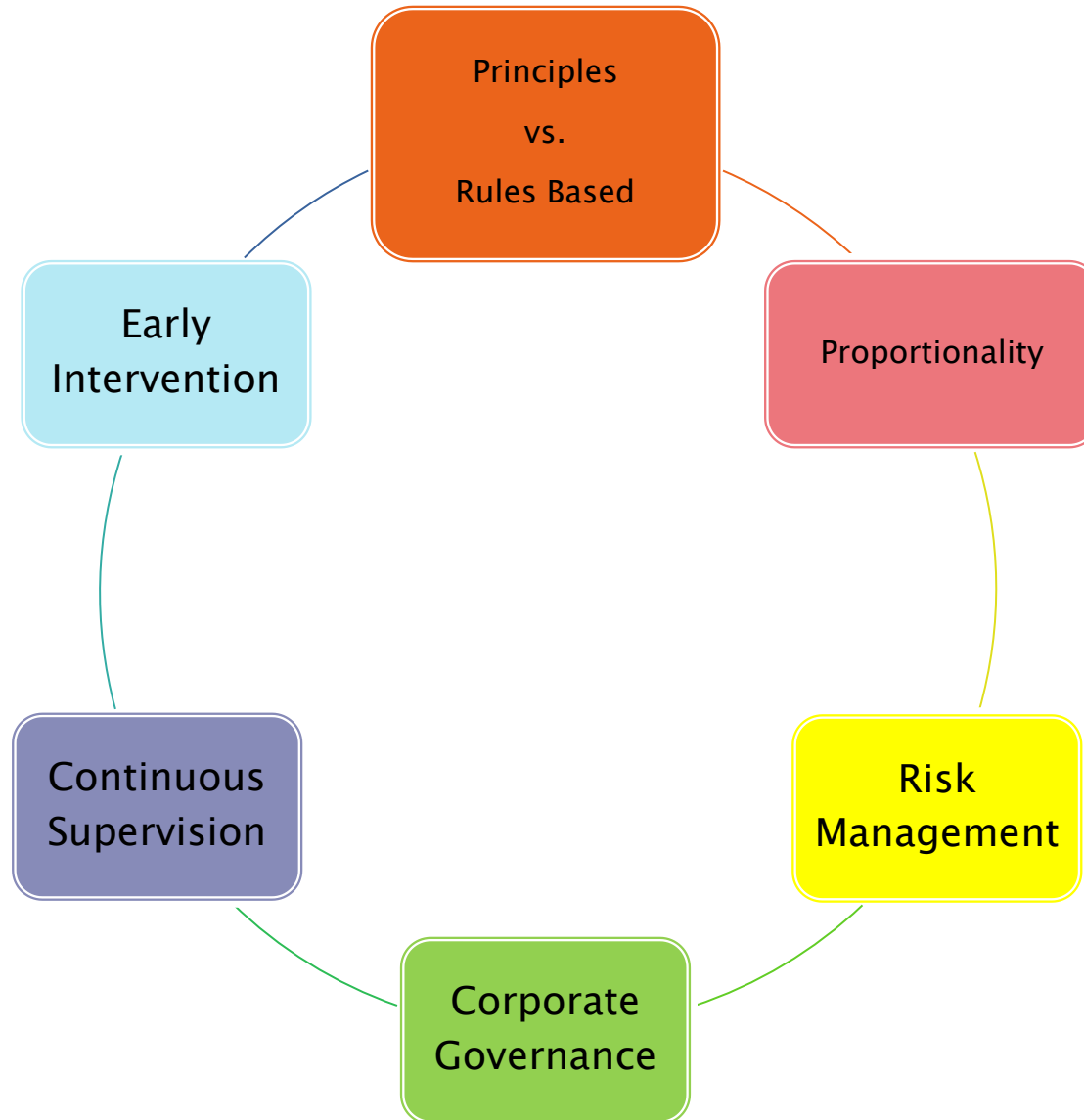


Risk Based Supervisory Framework (RBSF)

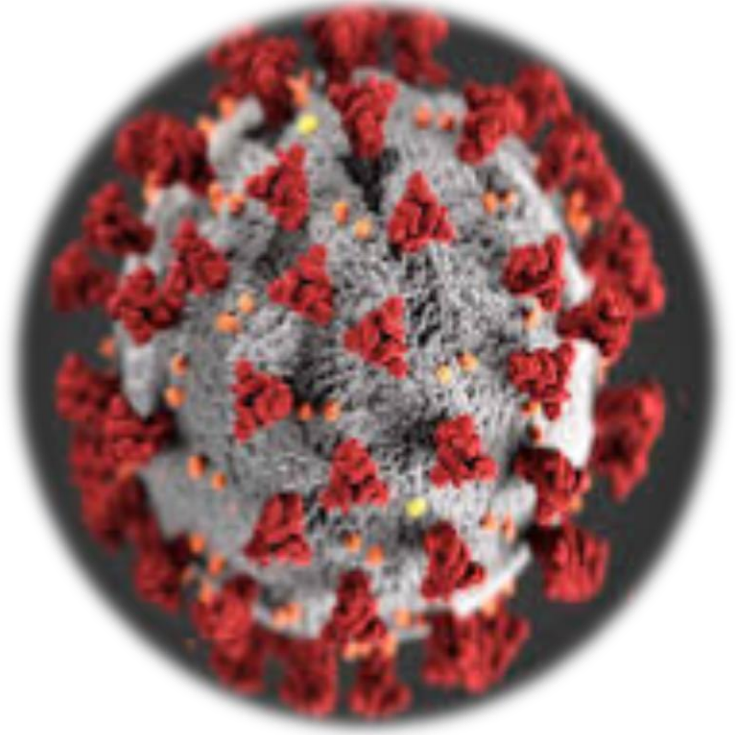


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Looming Risks



Response to looming risks



Emergence of 'New' Risk

- ▶ Reduced Access or Increased Cost of Reinsurance
- ▶ Increased levels of Underinsurance
- ▶ “Colour” Listing (Grey, Black and White)



AML/CFT/CPF Supervision



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Q1-2019

- Enhanced AML/CFT/CFP Risk Assessment Matrix
- Developed Guidance on AML/CFT/CFP Risk Assessment

Q2-2019

- Submission of Risk Assessments by Long- term Insurers (April 2019)
- Submission of Risk Assessment by General Insurers (June 2019)

Q3-2019

- Conducted Onsite examinations

2019 - 2020

- AML Risk Assessment Reports/Feedback to Insurers



Legislative, Policy and Other Supervisory Updates



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Legislative Updates

- ▶ Legislative Updates
 - Amend Categories of License in Insurance Act, 2005 and External Insurance Act, 2009 (Draft Bill)
 - Amend Premium Tax to Systemic Risk Levy (Draft Bill)
 - Combining Insurance Act, 2005 and External Insurance Act, 2009



Policy and Other Supervisory Updates

- ▶ Guidance Note on CESRA
- ▶ Guidelines for Premium Trust Accounts (Intermediaries)
- ▶ Guidance Note for General Insurers and their Intermediaries on Minimum Due Diligence Requirements for Policyholders
- ▶ Risk Based Capital Framework - General Insurers
- ▶ IFRS 17
- ▶ Public awareness campaign



For more information visit:
www.icb.gov.bs

