



# ISLE OF MAN FINANCIAL SERVICES AUTHORITY

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## **Summary Roadmap for updating the Isle of Man's Regulatory Framework for Insurance Business – September 2020**

The project is now entering the final stages of design and delivery with the remaining key deliverables and milestones outlined below. The updates to the Insurance Regulations have taken longer than anticipated, reflecting the complexity of updating and revising the existing suite of regulations. The Authority has taken the decision to delay the implementation dates for the non-life risk based capital requirements, the Insurance Regulations (including Class 12 definition and reporting requirements) and the Corporate Governance Code for non-commercial non-life insurers from 31 December 2020 to 30 June 2021. There is significant overlap between the risk based capital requirements, the Insurance Regulations and the Corporate Governance Code for non-life insurers, hence the decision to adopt a consistent implementation date.

The Authority has also taken the decision to delay the implementation of the updated framework for General Insurance Intermediaries by 2 months. The finalisation of the draft legislation has taken slightly longer than anticipated.

The revised implementation dates will allow stakeholders more time to consider the final frameworks before launch and for regulated entities to better ensure the quality of implementation.

### **What is the current status of the project?**

#### ***Long-term insurance***

- *New requirements in respect of risk-based capital, corporate governance and enterprise risk management, conduct of business and group supervision (where relevant) implemented.*
- *Discussion exercise on public disclosure completed.*

#### ***Non-long term insurance***

- *New requirements in respect of conduct of business implemented.*
- *New requirements in respect of corporate governance and enterprise risk management implemented for commercial insurers and consulted on for non-life non-commercial insurers.*
- *Class 12<sup>1</sup> definition and Insurance (Non-Long Term Valuation and Solvency) Regulations consulted on.*
- *Discussion exercise on public disclosure completed.*

#### ***General insurance intermediaries***

- *All proposed new requirements consulted on.*

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<sup>1</sup> Previous references to “captive” are now included within the term “class 12”.

## What are the remaining key milestones?

- *New risk-based capital requirements to come into force on 30 June 2021<sup>2</sup>.*
- *Insurance Regulations (including Class 12 definition and reporting for non-life insurance) to be consulted on and implemented by 30 June 2021<sup>3</sup>.*
- *Corporate Governance Code for non-commercial non-long term insurers implemented by 30 June 2021<sup>4</sup>.*
- *All legislation in respect of general insurance intermediaries implemented by 31 December 2020<sup>5</sup>.*
- *Consultation on public disclosure requirements.*

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<sup>2</sup> Deferred from 31 December 2020.

<sup>3</sup> Deferred from 31 December 2020.

<sup>4</sup> Deferred from 31 December 2020.

<sup>5</sup> Deferred from 31 October 2020.