



Financial Sector  
Conduct Authority

**FSRA EXEMPTION NOTICE 1/2018 (STIA)**

**FINANCIAL SECTOR REGULATION ACT, 2017 (ACT NO. 9 of 2017)**

**EXEMPTION OF INSURE GROUP MANAGERS LTD FROM THE REQUIREMENTS OF  
REGULATION 4.1(2) OF THE REGULATIONS UNDER THE SHORT-TERM INSURANCE  
ACT, 1998 (ACT NO. 53 of 1998)**

**6 September 2018**

The Financial Sector Conduct Authority, under section 281(1) of the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017), hereby exempts Insure Group Managers Ltd from regulation 4.1(2) of the Regulations under section 70 of the Short-term Insurance Act, 1998 (Act No. 53 of 1998) promulgated by GN R.1493 in *Government Gazette* 19495 of 27 November 1998 and amended from time to time, to the extent and subject to the conditions set out in the Schedule.



**CAROLINE DEY DA SILVA  
FOR THE FINANCIAL SECTOR CONDUCT AUTHORITY**

## SCHEDULE

### 1. Definitions

In this Schedule, “the Act” means the Short-term Insurance Act, 1998 (Act No. 53 of 1998), and any word or expression to which a meaning is assigned in the Act shall have that meaning, and –

“**independent intermediary**” has the meaning assigned to it in regulation 1.1 of the Regulations;

“**Insure Group**” means Insure Group Managers Ltd with company registration number 1990/001674/06;

“**Regulations**” means the Regulations made under section 70 of the Act, promulgated by GN R.1493 in *Government Gazette* 19495 of 27 November 1998 and amended from time to time; and

“**representative**” has the meaning assigned to it in regulation 1.1 of the Regulations.

### 2. Extent of exemption and conditions

(1) Regulation 4.1(2) of the Regulations provides that a person shall not be authorised to receive, hold or in any other manner deal with premiums payable under short-term policies unless that person has provided security, to the extent and in accordance with the requirements of Part 4 by means of-

- (a) a guarantee policy issued by a short-term insurer registered to do so in accordance with a guarantee facility created by short-term insurers generally for the purposes of providing such security; or
- (b) a contract which, but for the fact that the undertaking concerned is given by a bank, would be a guarantee policy,

and under which policy benefits are to be provided in the event of the failure of that person to meet those obligations.

(2) Insure Group is exempted from regulation 4.1(2) of the Regulations, subject to the condition that Insure Group, in any dealings with a policyholder, independent intermediary, representative and insurer, timeously disclose to such policyholder, independent intermediary, representative or insurer the existence and extent of this exemption.

(3) This exemption automatically lapses upon Insure Group’s failure to comply with the condition referred to in subsection (2).

### **3. Amendment and withdrawal of exemption and conditions**

The Authority may amend or withdraw this exemption by notice published on the website of the Authority.

### **4. Short title and commencement**

This exemption is called the Exemption of Insure Group Managers Ltd, 2018, and comes into effect on 6 September 2018.

**DATE OF NOTICE: 6 SEPTEMBER 2018**