

Insurance Act no. 18 of 2017

Notice of the variation of licensing conditions in terms of section 26 of the Insurance Act, 2017 (Act No. 18 of 2017): Monarch Insurance Company Limited

I, Fundi Tshazibana, with the concurrence of the Financial Sector Conduct Authority, and acting in terms of section 126(1)(a) of the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017) (FSRA) read with section 26(1)(a) and 26(4) of the Insurance Act, 2017 (Act No. 18 of 2017) (the Insurance Act), hereby give notice of the variation of licensing conditions of Monarch Insurance Company Limited (Monarch).

In terms of this notice, the classes and sub-classes of the microinsurance life and non-life insurance business that Monarch is currently licensed to conduct are hereby varied to include:

CLASS OF BUSINESS	SUB-CLASS	DESCRIPTION
Funeral	Individual	Direct, in South Africa
Risk	Individual Death Individual Disability – Lump Sum	Direct in South Africa
Legal Expenses	Personal Lines	Direct in South Africa

Extent of the variation and conditions

- (i) The varied licensing conditions came into effect on 3 July 2023.
- (ii) Monarch is only permitted to conduct microinsurance life and non-life insurance business in the approved classes and sub-classes specified in Annexure A, and subject to the conditions as set out in Annexure B, attached hereto.

Fundi Tshazibana
Chief Executive Officer

Date:

Annexure A

Approved classes and sub-classes of microinsurance business – Non-life

CLASS OF BUSINESS	SUB-CLASS	DESCRIPTION
Property	Personal Lines	Direct in South Africa
Consumer Credit	Personal Lines	Direct in South Africa
Legal Expenses	Personal Lines	Direct in South Africa
Reinsurance	Proportional in respect to Property – Personal Lines and Consumer Credit – Personal Lines only	Outside South Africa

Approved classes and sub-classes of microinsurance business – Life

CLASS OF BUSINESS	SUB-CLASS	DESCRIPTION
Credit Life		Direct in South Africa
Funeral	Individual	Direct in South Africa
Risk	Individual Death Individual Disability – Lump Sum	Direct in South Africa
Reinsurance	Proportional in respect to Credit Life only	Outside South Africa

Annexure B

Licence conditions as per section 25(8) of the Act

The PA would like to impose the following condition of registration under the Insurance Act:

1. Proportional inwards reinsurance outside South Africa is limited to Botswana, Lesotho and eSwatini.
2. No business maybe written through a cell structure