

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): Münchener Rückversicherungs-Gesellschaft Aktiengesellschaft in München operating as the Munich Re Africa branch (MRAB)

I, Fundi Tshazibana, with the concurrence of the Financial Sector Conduct Authority, and acting under 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 licence conditions of MRAB which is a composite reinsurer.

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

CLASS OF BUSINESS	SUB-CLASS
Consumer Credit	Personal Lines Commercial Lines
Reinsurance	Proportional in respect to Consumer Credit Non-proportional in respect to Consumer Credit

Extent of the variation and conditions

- (i) The varied licensing conditions came into effect on 31 March 2026.
- (ii) MRAB is only allowed to conduct reinsurance business in the approved classes and sub-classes specified in Annexures A, B and C attached thereto.

Fundi Tshazibana

Fundi Tshazibana
Chief Executive Officer

Date: 01/04/26

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

CLASS OF BUSINESS	SUB-CLASS
Motor	Personal Lines Commercial Lines
Property	Personal Lines Commercial Lines
Engineering	
Transport	Personal Lines Commercial Lines
Accident and Health	Individual - Personal Lines Individual - Commercial Lines Group
Guarantee	
Legal expenses	Personal Lines Commercial Lines
Liability	Employer Liability Professional indemnity Product Liability (including product guarantee and product recall) Public Liability Other
Miscellaneous	Commercial Lines - Contingency Risks - Event Cancellations - Hole-in-One Golf competition risk; - Civil commotion, public disorder, strikes, riots and terrorism Personal Lines - Civil commotion, public disorder, strikes, riots and terrorism
Agriculture	Personal Lines Commercial Lines
Marine	Personal Lines Commercial Lines
Aviation	Personal Lines Commercial Lines
Trade credit	
Travel	Personal Lines Commercial Lines Group

CLASS OF BUSINESS	SUB-CLASS
Rail	
Consumer Credit	Personal Lines Commercial Lines
Reinsurance	Proportional in respect to all classes referred to above Non-proportional in respect to all classes referred to above

Approved classes and sub-classes of insurance business – Life

CLASS OF BUSINESS	SUB-CLASS
Funeral	Individual Group
Risk	Individual disability – lump sum Individual disability – recurring payment Group disability – lump sum Group disability – recurring payment Individual death Group death Individual health Group health
Fund risk	Death Disability – lump sum Disability – recurring payment
Life annuities	Guaranteed (fully or partially) With discretionary participation features
Credit life	
Reinsurance	Proportional in respect to all classes referred to above Non-proportional in respect to the following classes only Risk - Individual Death Risk – Individual Health Group Death Group Health

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

1. The abovementioned policies may only be entered into as reinsurance policies both inside South Africa and outside South Africa.
2. No business may be written through a cell structure.
3. Liability class should be read in conjunction with section 25(7)(b) of the Act.
4. The trust deed may not be amended or terminated by any person without the prior approval of PA.
5. Funds held within the trust may not be withdrawn or accessed without approval from the PA.
6. Annual Financial Statements are not required for foreign branches, but an audit is required for supervisory information and annual disclosures with respect to the trust.
7. MRAB must maintain the assets in the Trust at least equal to the technical provisions plus a risk margin net of premium debtors and reinsurance as illustrated in 9 below.
8. MRAB is still expected to submit an ORSA each year. As no capital is required, the ORSA will consider stress tests on the technical provisions only. There is no stress testing on the branch solvency position.
9. The branch should hold minimum ETA amounting to:
$$\text{Max ("Technical Provisions – non-life", 0) + max ("Technical Provisions – life", 0) – (Premium Debtors)}$$