

Ref. No: IRDAI/REIN/ORD/RIN/142/7/2022

7th July, 2022

Order

Sub: Constitution of Task force to study and make recommendations on issues faced by Non- Life Insurers and Reinsurers

1. Insurance Regulatory and Development Authority of India (IRDAI) has been taking steps to increase insurance penetration in India and has launched various initiatives with the broad objective of “Insurance for All”. The “Bima Manthan”, one of such initiatives, is a platform for continuous engagement of IRDAI and Insurance Industry Heads. IRDAI held the second bi-monthly meeting with the CEOs/MDs of Non- Life Insurers and Reinsurers on 1st July, 2022 at Hyderabad. Discussions were held on the issues/concerns related to reinsurance support to further increase in insurance penetration in India.
2. To examine the matter in detail and to sort out the issues between Non- Life Insurers and Reinsurers, it is decided to constitute a Task Force with the following participants:

S. No.	Name	Designation	Organization	Chairman/ Member
1	Mr. Bhargav Dasgupta	MD & CEO	ICICI Lombard General	Chairman
2	Mr. Paritosh Tripathi	MD & CEO	SBI General	Member
3	Ms. Madhulika Bhaskar	GM(I/C)	New India Assurance	Member
4	Mr. Dr. S. Prakash	MD	Star Health	Member
5	Mr. Parag Gupta	CEO	SCOR RE India	Member
6	Ms. Girija Subramanian	GM	GIC Re	Member
7	Mr. Ankur Gupta	Head (Client Mgt)	Munich Re India	Member
8	Mr A Ramana Rao	CGM	Reinsurance Deptt., IRDAI	Member
9	Mr. Gautam Kumar	DGM	Reinsurance Deptt., IRDAI	Convener

3. The Terms of Reference for the Task Force are as follows: -

- a) Study the following issues raised during Bima Manthan on 1st July, 2022: -
- i. Obligatory Cession (commissions do not reflect Industry cost structure and profit Commission methodology)
 - ii. The applicability of compliance requirement w.r.t. claims, social & rural sector obligations, TAT etc. on reinsurers.
 - iii. Suggestions on the Order of Preference
 - iv. Concerns w.r.t. delay in quotes by reinsurers
 - v. Cession cap on CBRs
 - vi. FRN issuance process
 - vii. Domestic treaty participation for Insurers
 - viii. Matters related to event limit in proportional treaties
 - ix. Reinsurance support on social insurance schemes (covid, PMSBY, pools etc.)
 - x. Introduction of emerging risk transfer solutions (ART, ILS, CAT bonds etc.)
 - xi. Faster settlement and payment digital mechanism (exchange) among the reinsurers and CBRs
- b) Recommend possible solutions on the issues listed at point 3 a) above.
- c) Examine any other matter relevant to the subject.

The Task Force may invite any specialist/s for discussion relevant on the matter.
The Task Force shall submit its report within three weeks of the date of this Order.

Parmod Kumar Arora
Member (Actuary)