

To insurance and (reinsurance)
companies

**CENTRAL BANK
OF THE RUSSIAN FEDERATION
(Bank of Russia)
FIRST DEPUTY GOVERNOR**

12 Neglinnaya St., Moscow 107016

d/d 12 August 2014 No. 06-52/6484

to No. _____ d/d _____

Concerning the application of Bank of Russia Ordinance No. 3285-U of 19 June 2014, "On the Procedure and Terms of Changing Forms of Insurance (Reinsurance) Licence for the Purpose of Conforming Them with the Requirements of the Legislation of the Russian Federation".

Following enactment of the Bank of Russia Ordinance No. 3285-U of 19 June 2014, "On the Procedure and Terms of Changing Forms of Insurance (Reinsurance) Licence for the Purpose of Conforming Them with the Requirements of the Legislation of the Russian Federation" (hereinafter the "Ordinance"), the Bank of Russia hereby advises as follows:

1. In accordance with the Ordinance, the application for the replacement of the insurance (reinsurance) licence form (Schedule 1 to the Ordinance) (hereinafter the "Application") shall have all the items filled in, including Items 13 and 14 of the application (information about the actuary and the head of the auditing commission (auditor)).

2. If by the date the documents to replace the insurance (reinsurance) licence form should be submitted to the Bank of Russia, amendments have been made to the documents listed in Clause 11 of Article 32 and Clause 2 of Article 32.9 of Russian Federal Law No. 4015-1 of 27 November 1992, "On the Organisation of Insurance Business in the Russian Federation" (hereinafter the "Law"), and a written notice thereof with the supporting documents have not been sent to the insurance authority, we recommend that these be submitted together with the documents to replace the insurance (reinsurance) licence form.

3. For the purpose of completing Item 16 of the application, we draw your attention to the following:

3.1 In accordance with Clause 2 of the Ordinance, the application shall include activities specified by the current licence as provided by Clauses 1 and 2 of Article 32 of the Law, as well as the list of insurance classes specified by the current licence.

Therefore, while completing Item 16 of the application (Columns 1 and 2 of the Table) (hereinafter "Column 1 of the Table, Column 2 of the Table"), we recommend the insurance companies:

having a licence for one or several classes of insurance stipulated by Sub-clauses 1-3 of Clause 1 of Article 32.9 of the Law, to specify the activity "voluntary life insurance" in Column 1 of the Table, and in Column 2 of the Table, to specify the corresponding types of insurance covered by the said licence;

having a license for one or all classes of insurance stipulated by Sub-clauses 4-5 of Clause 1 of Article 32.9 of the Law, to specify the activity “voluntary personal insurance, except for voluntary life insurance” in Column 1 of the Table, and in column 2 of the Table, to specify the classes of insurance covered by the said license;

having the license for one or several classes of insurance stipulated by Sub-clauses 6-23 of Clause 1 of Article 32.9 of the Law, to specify the activity “voluntary property insurance” in Column 1 of the Table, and in Column 2 of the Table, to specify the corresponding classes of insurance covered by the said license;

if the insurance company has a license for a class of compulsory insurance that is prescribed by the federal law on a specific class of compulsory insurance, to specify a corresponding class of compulsory insurance in Column 1 of the Table and in Column 2 of the Table;

having a reinsurance license, to specify the activity “reinsurance upon assuming liabilities on insurance payout under the reinsurance agreement” in Column 1 of the Table, and “reinsurance” in Column 2 of the Table.

When completing Item 16 of the application, we recommend reinsurance companies to indicate the activity “reinsurance” in Column 1 of the Table and in Column 2 of the Table.

3.2 When completing Item 16 of the application (Column 4 of the Table), we recommend to provide information on all insurance rules existing in the insurance company with the date of their approval (date of final revision of insurance rules), including those submitted to the insurance authority as a notification, or to provide information about the state members of the Russian Federation, on which territory an insurance medical organisation conducts its compulsory medical insurance activity, against the corresponding classes of insurance covered in Column 2 of the Table.

Furthermore, if the insurance company has adopted combined insurance rules for objects relating to different classes of property insurance and (or) personal insurance (combined insurance), we recommend to specify these rules against each class of insurance indicated in Column 2 while filling Item 16 of the application (Column 4 of the Table).

3.3 We do not recommend to indicate the following classes of compulsory insurance in the application: compulsory personal insurance of passengers (tourists, excursionists) and compulsory civil liability insurance of carriers to passengers, and the insurance rules adopted under the said classes of insurance, because in accordance with Decree No. 36 of the President of the Russian Federation of 19 January 2013, “On Amending the Procedure and Conditions of Secondment of Federal Public Civil Servants Approved by Decree No. 813 of the President of the Russian Federation of 18 July 2005, and Recognising Certain Decrees of the President of the Russian Federation to be Null and Void”, Decree No. 750 of the President of the Russian Federation of 7 July 1992, “On Compulsory Personal Insurance of Passengers”, has been recognised to be null and void effective 1 January 2013.

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