



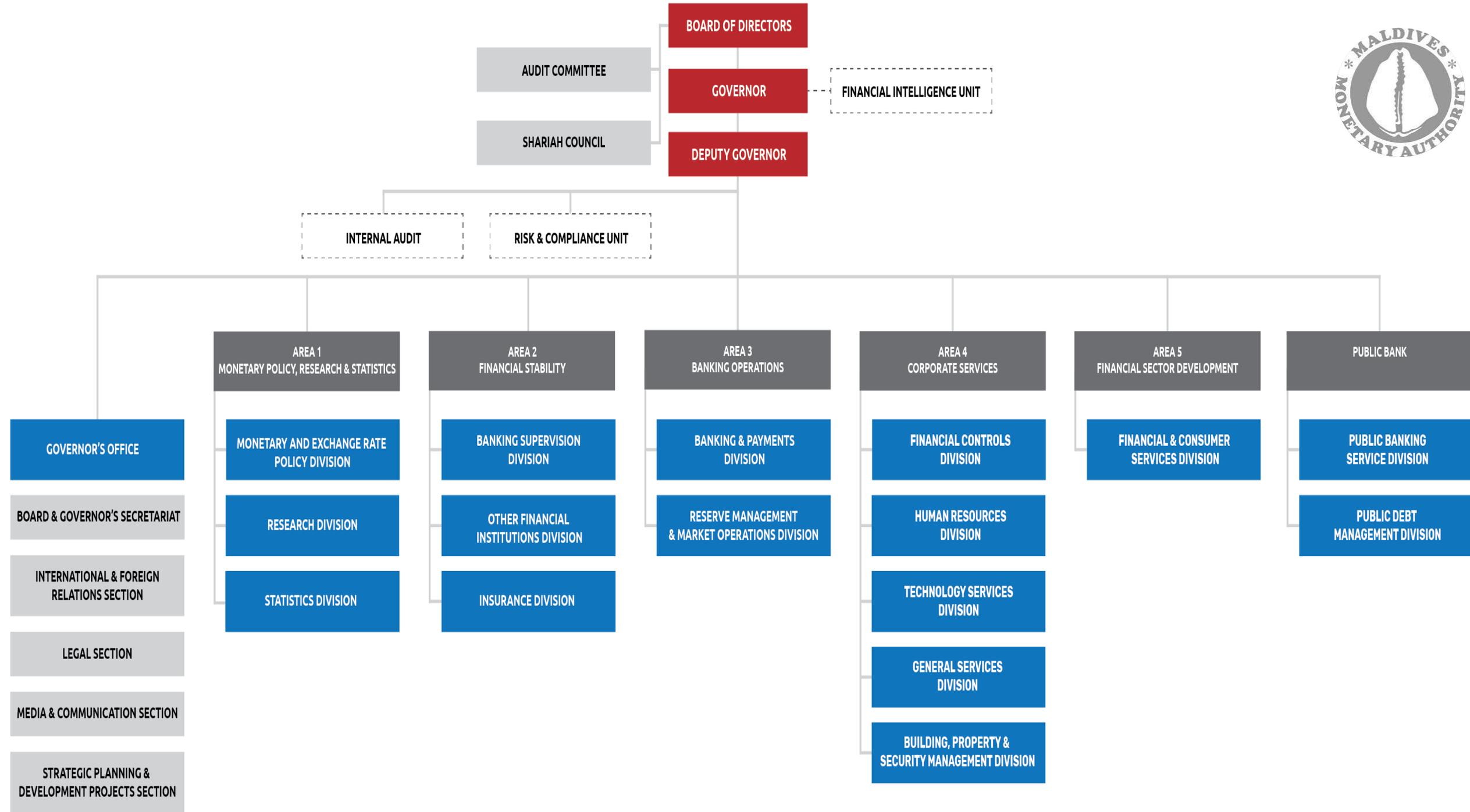
Maldives Monetary Authority

INTRODUCTORY PRESENTATION



Overview of MMA

- 1) The Maldives Monetary Authority (MMA) is the central bank of the Maldives.
- 2) Was established on 1st July 1981, under the MMA Act.
- 3) Key objectives:
 - Issue and regulate the availability of the Maldivian Rufiyaa;
 - License, supervise and regulate the financial sector;
 - Maintain price stability; and
 - Advise the government on banking and monetary matters.





Regulatory Powers

- The insurance industry is regulated by MMA under the powers provided in the MMA Act (1981).
- The Insurance Industry Regulation (2004) and insurance guidelines set out specific criteria for authorization and other regulatory requirements to undertake business as insurers and insurance intermediaries in the Maldives.



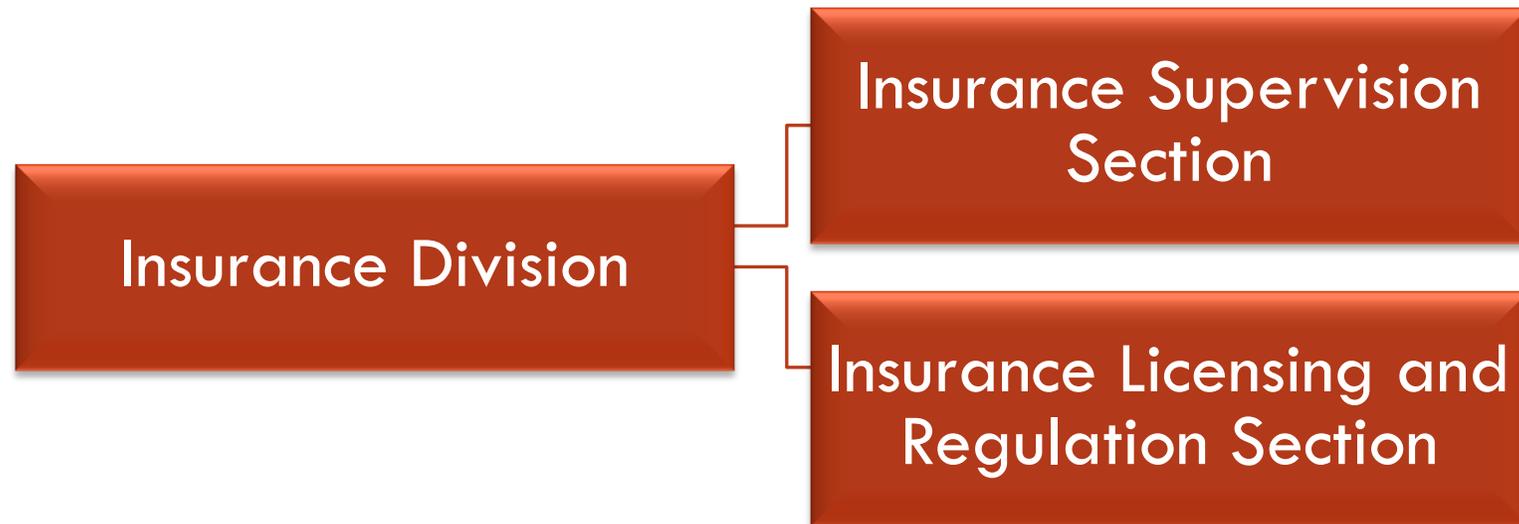
Key Objectives of Insurance Division

To maintain safe, stable and efficient insurance market

To maintain confidence in the insurance market and in the supervisory system

To protect the rights of policyholders

Structure of Insurance Division



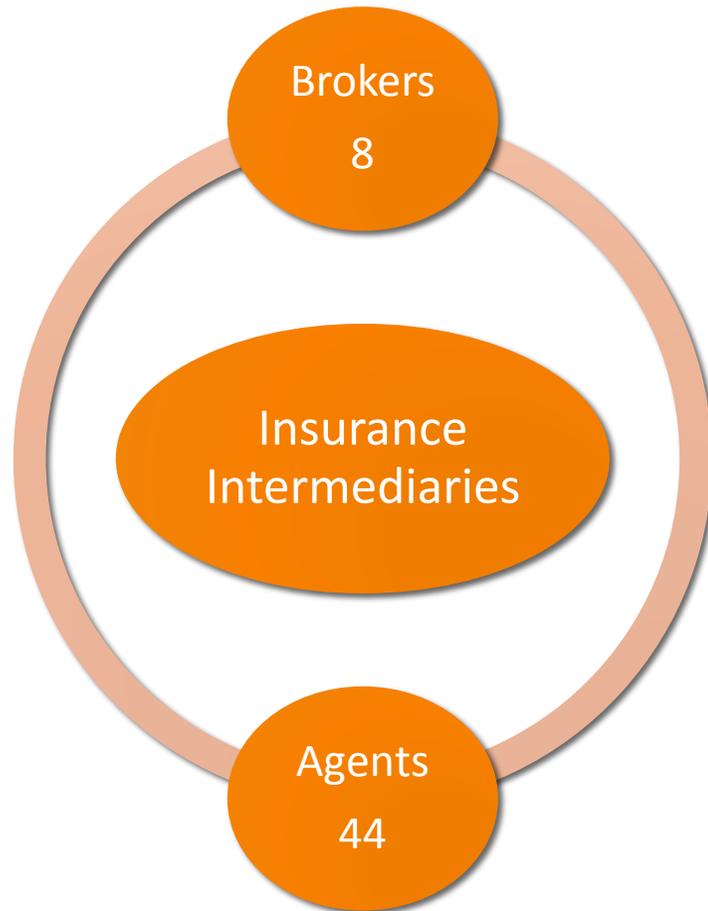


Key Regulations

- Insurance Industry Regulations (2004)
 - Guideline on Prudential Requirements for Insurance Undertakings (2010)
 - Guidelines on Insurance Agents (2010)
 - Guideline for Insurance Brokers (2011)
 - Fit & Proper Guideline (2013)

- Regulation on Fees and Charges Applicable to Financial Institutions (2016)

Overview of Maldivian Insurance Industry



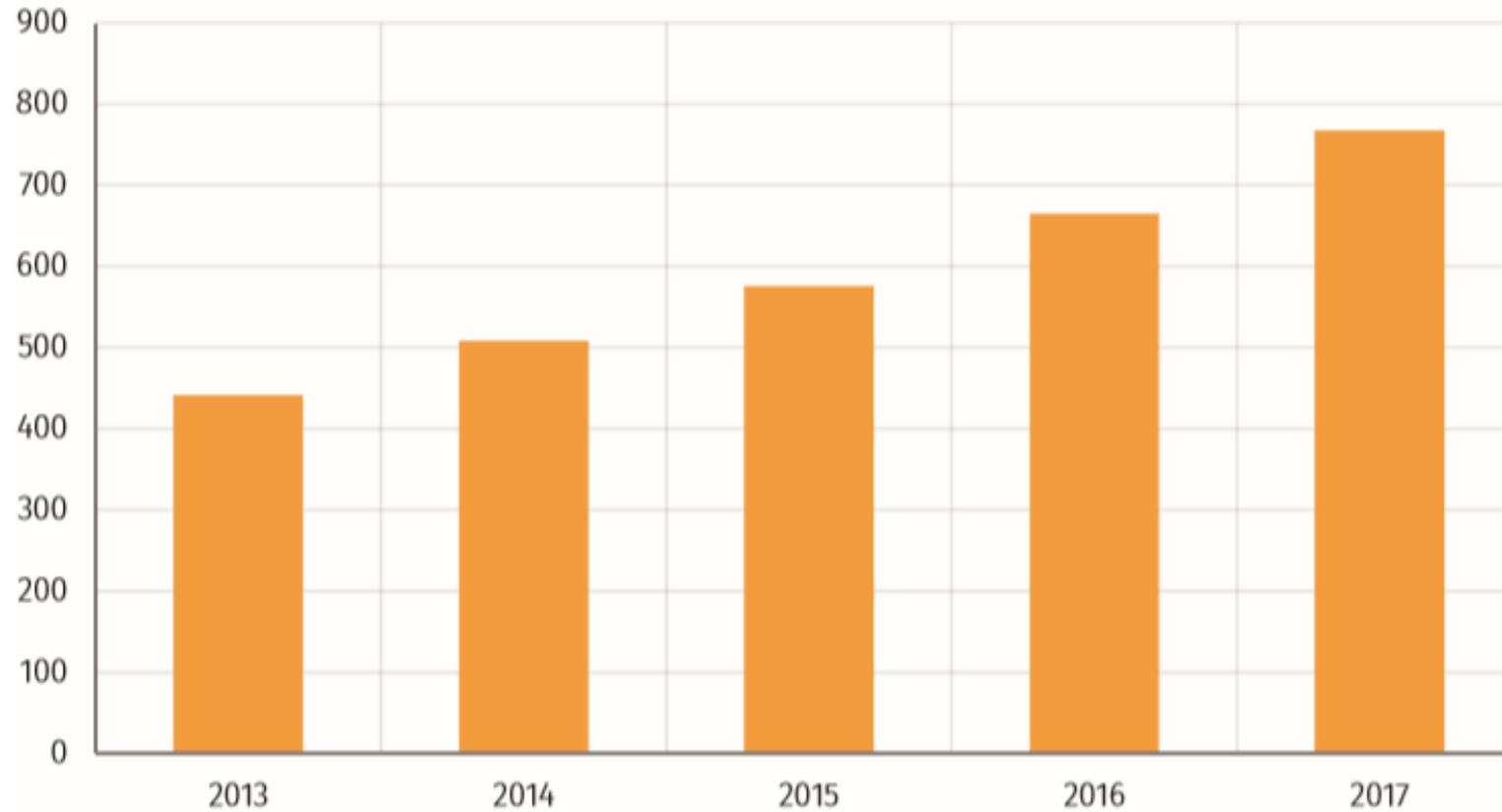


Overview of Maldivian Insurance Industry

- The local insurance industry consists of 4 general insurance companies and 1 composite insurance company offering both general and life insurance.
- The industry mostly uses direct distribution model in the acquiring of business although licensed brokers and agents engage in the market.

Gross Written Premium 2013 – 2017

(millions of rufiyaa)

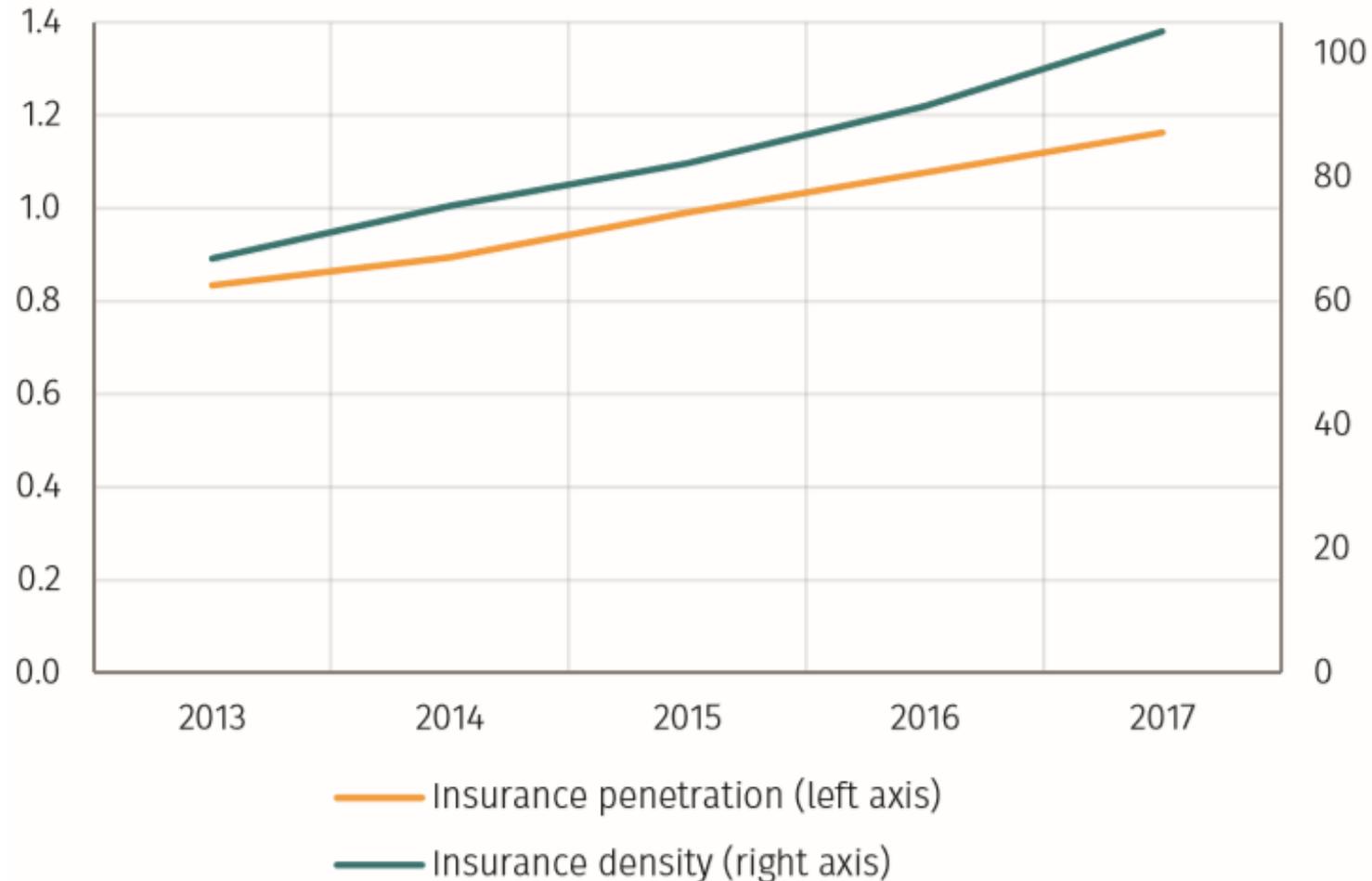


15%

GWP grew by 15% in
2017

Insurance Penetration and Density, 2013 – 2017

(percent, US dollars)

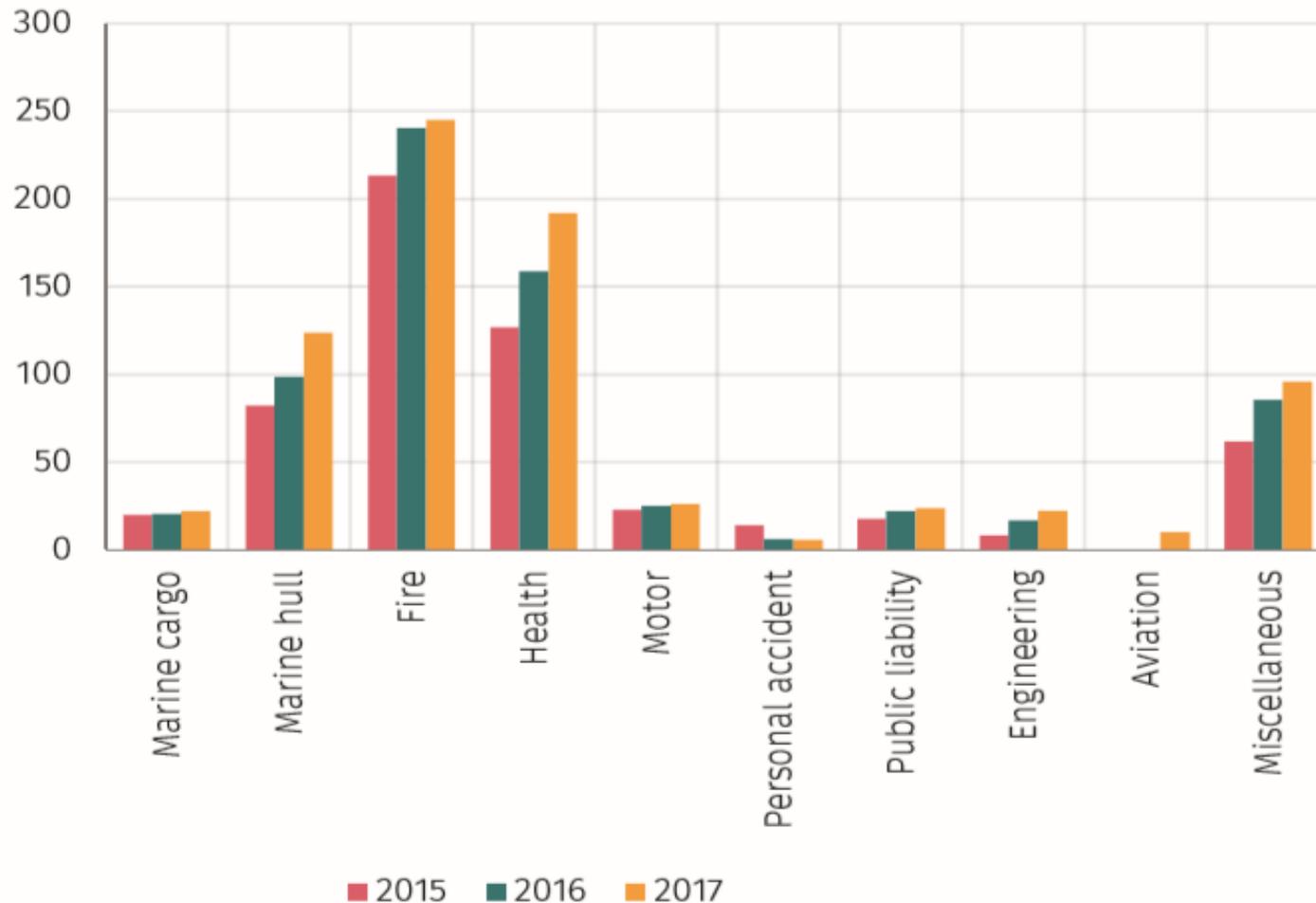


1.2%

Insurance penetration
of general insurance
increased to 1.2% in 2017

GWP by Class of Insurance, 2015 – 2017

(millions of rufiyaa)

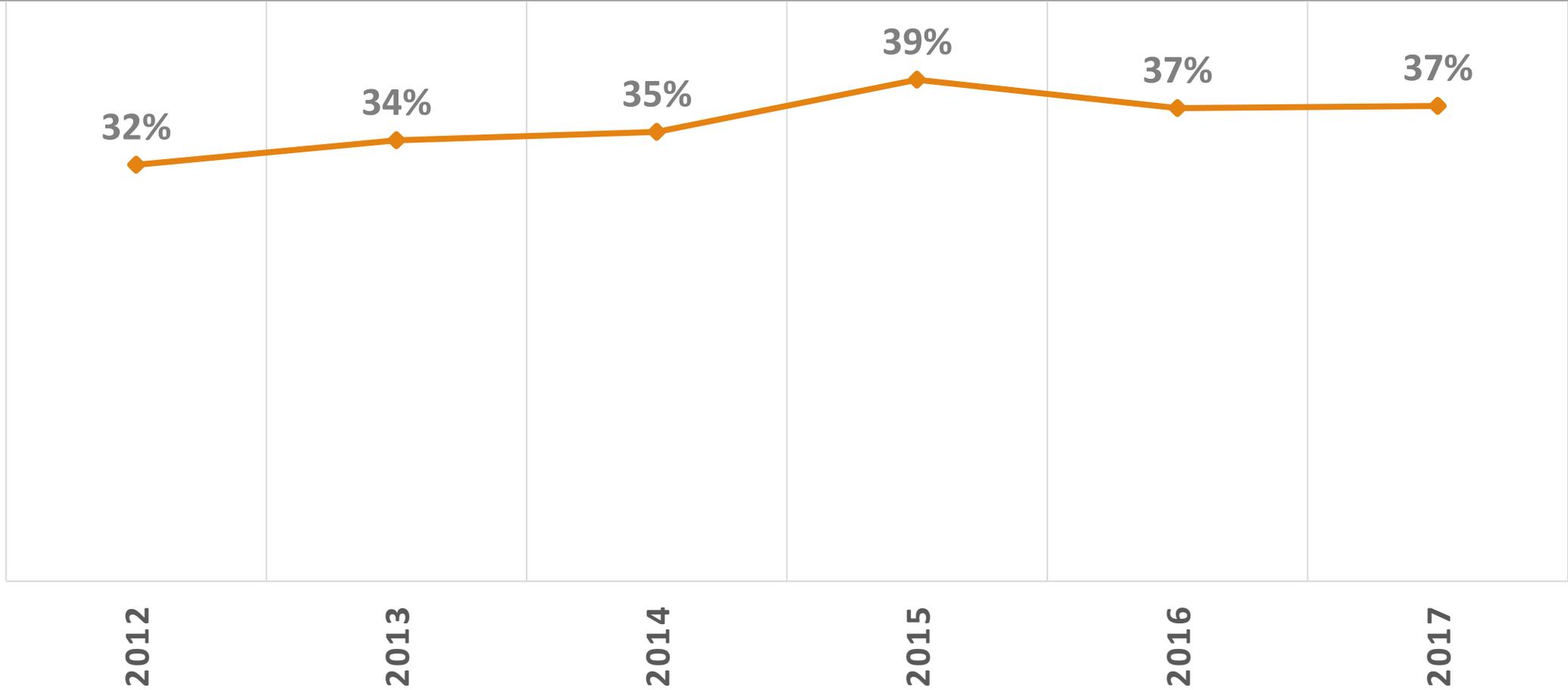


32%

Fire Insurance
accounted for 32% of
the total premium of
the insurance industry

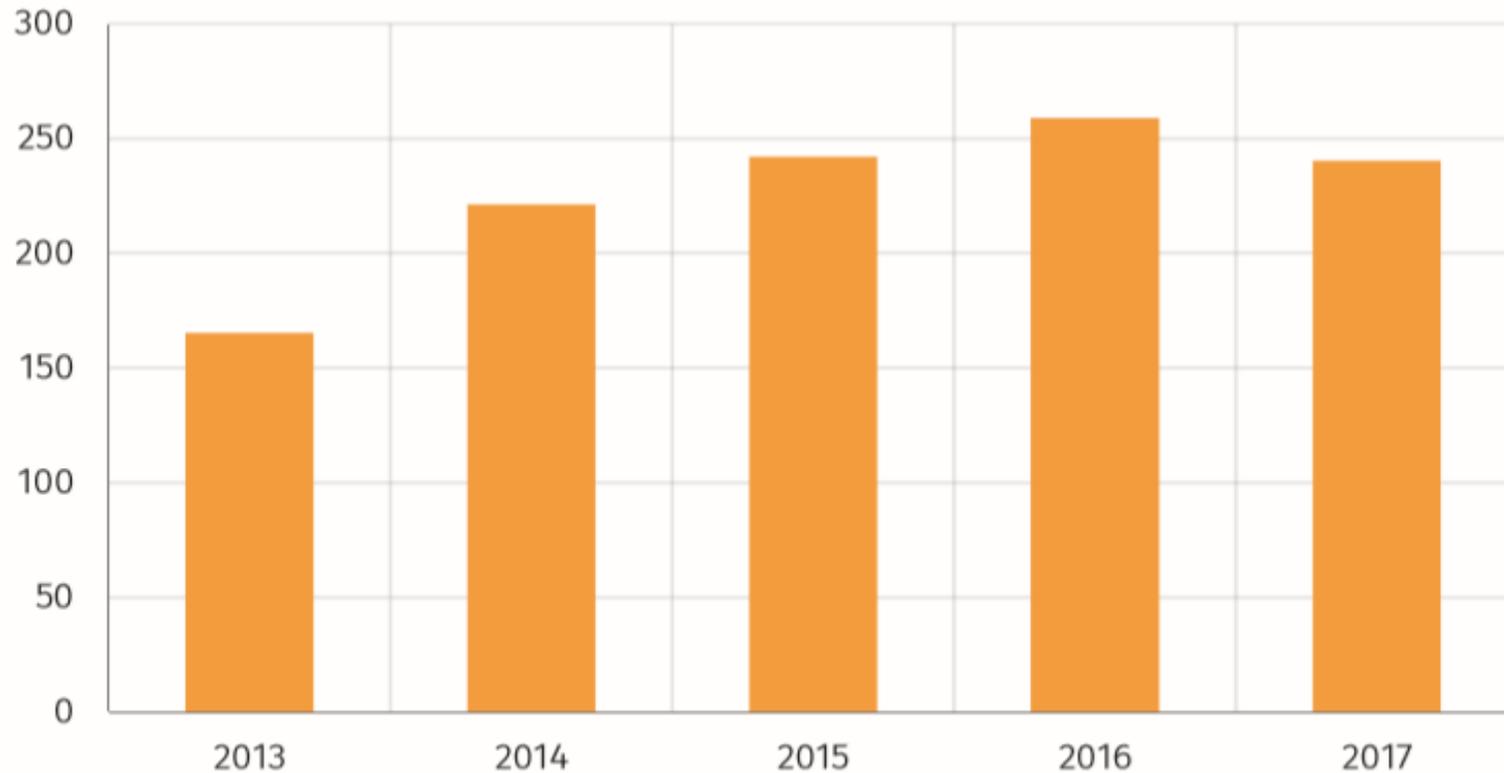
Retention Ratio, 2013 – 2017

(Percent)



Gross Claims, 2013 – 2017

(millions of rufiyaa)

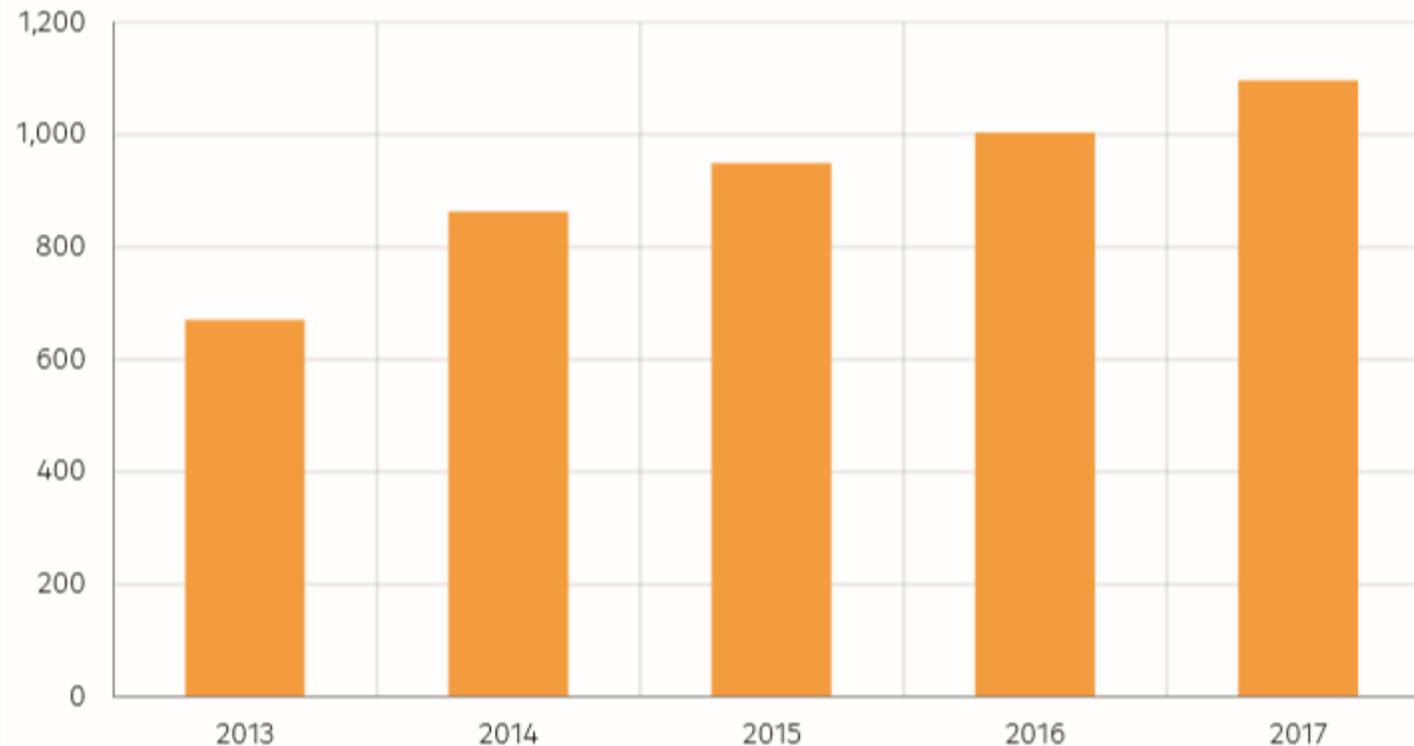


-7%

Gross claims paid by insurance companies decreased by 7% in 2017

Total Assets of Insurance Companies 2013 – 2017

(millions of rufiyaa)

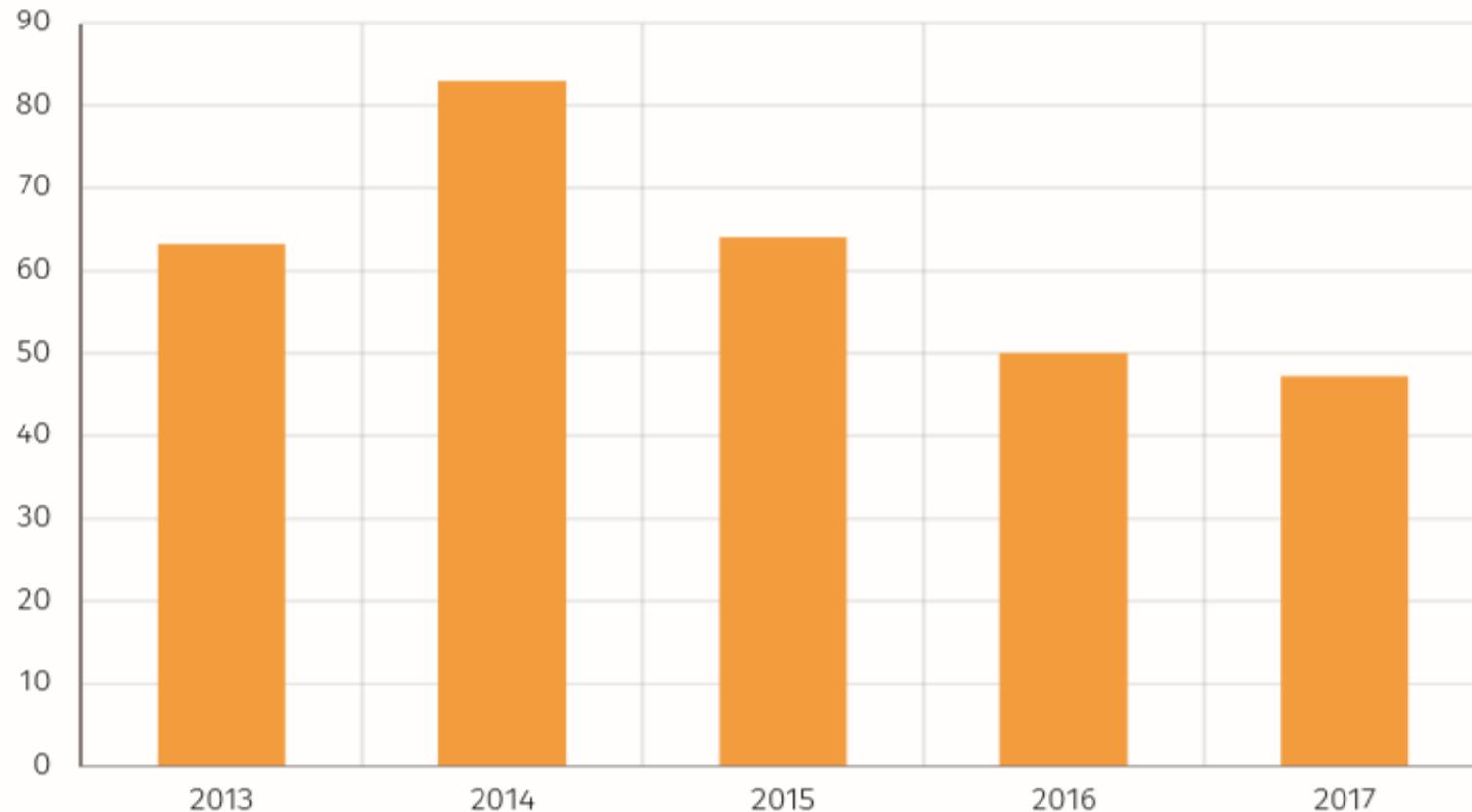


9%

Total assets of insurance companies increased by 9% in 2017

Net Profit after Tax (General Insurance)

(millions of rufiyaa)



-6%

Profitability of
insurance industry
fell by 6% in 2017



Issues in the Insurance Industry

1. Lack of Regulatory Legal Framework
 - No Insurance Act and relevant subsidiary regulations
 - Lack of regulatory SOP's and Manuals
2. No sufficient Investment Opportunities
3. Financial Education
4. Challenges faced by the Intermediaries
5. Underdeveloped life Insurance Market



THANK YOU

Q & A