

Circular No. ID 12/07

28 Nov 2007

To Principal Officers
Life Direct Insurers, General Direct Insurers and Composite Direct Insurers

Dear Sir/Madam

RISK MANAGEMENT GUIDELINES FOR INSURANCE BUSINESS

In February 2006, MAS issued guidelines on sound risk management practices for financial institutions. At that time, MAS conveyed its intention to issue additional industry specific risk management guidelines such as those applicable to insurers.

2 In July 2006, MAS invited all registered direct insurers to comment on the scope of the proposed risk management guidelines for insurance business (“the proposed guidelines”). Subsequently in June 2007, MAS issued a public consultation paper inviting comments on the proposed guidelines.

3 MAS thanks all respondents for their comments to the public consultation paper. MAS has considered the comments received and incorporated the relevant feedback into the final risk management guidelines. MAS’ response to the comments received and the final risk management guidelines for insurance business are now available on the MAS website (www.mas.gov.sg).

Yours sincerely

[sent via MASNet]

LOW KWOK MUN
EXECUTIVE DIRECTOR
INSURANCE SUPERVISION DEPARTMENT

cc Life Insurance Association
General Insurance Association of Singapore
Singapore Reinsurers’ Association
Institute of Certified Public Accountants of Singapore
Singapore Actuarial Society