**ANNEX B**

**Feedback to Consultation Paper on the Draft Insurance**

**(Financial and Other Requirements for Licensed Insurance Broker Companies) Rules**

*(Comments should be sent to the Insurance Authority on or before 23 January 2019.)*

**To: Insurance Authority**

(email: comment\_codeandguideline@ia.org.hk)

**Name of Respondent:**

**Contact Person (if Respondent is an organization):**

**Contact Details:**

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| Question 1Do you agree with the proposal to raise both required minimum amounts of paid-up capital and net assets from HK$100,000 to HK$500,000? |
| Question 2Do you agree with the proposal to raise the floor amount of the minimum limit of indemnity from HK$3 million to HK$5 million? |

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| Question 3Do you agree with the proposal to introduce a cap on the amount of the deductible which may be included under the terms of a licensed insurance broker company’s PII cover, and setting that cap at 50% of a licensed insurance broker company’s net assets or, in the case of a licensed insurance broker company in its first 12 months of operation, at 50% of its paid-up share capital? |
| Question 4Do you agree with the proposed introduction of a requirement for an insurance broker company to carry out monthly reconciliations between its ledger balances and bank account statements for the client monies it holds? |
| Question 5Do you agree that the additional disclosures required in an insurance broker company’s financial statements are appropriate? |