

2 June 2020

Our ref: INS/TEC/6/20/5
By email only

To: Chief Executives of all authorized insurers

Dear Sirs,

Updated Assessment on the Proposed Policy Holders' Protection Scheme in Hong Kong

We would like to enlist your support for and participation in an updated assessment on the proposed Policy Holders' Protection Scheme ("PPS").

Further to the consultation with the Legislative Council Panel on Financial Affairs on the legislative proposals in 2018, the enabling legislation for establishing PPS is being prepared with a plan to introduce the relevant bill into the Legislative Council in the 2020/21 legislative session. Since the key parameters including the target fund sizes and levy rate under the proposal are based on actuarial study completed in 2012, a consultancy study has been commissioned to give an updated assessment before finalising the bill.

To facilitate this assessment, input from authorized insurers is essential. We should be grateful if your company could complete the data collection forms at Annex A and reply to us with the certificate at Annex B. For details, please refer to the guidelines at Annex A.

Your return by e-mail to pps@ia.org.hk by **14 July 2020 (Tuesday)** would be highly appreciated. Please rest assured that all information provided would be used solely for the purpose of this assessment and kept confidential. Should you have any enquiries, please contact Mr Sam Chow by phone at 3899 9509 or by the above e-mail address.

Thank you for your cooperation and participation.

Yours sincerely,

Tony Chan
Associate Director
Policy and Development Division
Insurance Authority

c.c. Chairman, The Hong Kong Federation of Insurers