

31 December 2022

<By Email only>

To: Chief Executives of Designated Insurance Holding Companies

Dear Sirs,

**Amendments to the Guideline on Group Supervision (GL32)**

I enclose herewith a copy of the revised Guideline on Group Supervision (“GL32”), which can be downloaded from the website of the Insurance Authority (“IA”).

The GL32 sets out the principles and standards for designated insurance holding companies in respect of their supervised groups on a wide range of areas including enterprise risk management, corporate governance, capital requirements and public disclosure. The revised GL32 has provided more guidance in respect of the public disclosure of additional information related to group capital adequacy, including –

- Group prescribed capital requirement (GPCR);
- Tier 1 group capital;
- Tier 1 group capital coverage ratio;
- Eligible capital resources coverage ratio; and
- Information on calculation methodology of group capital requirement, and material change in group minimum capital requirement (GMCR), GPCR, tier 1 group capital or eligible group capital resources from the previous period.

Comments from the industry have been incorporated into the revised GL32 where appropriate. The revised GL32 shall take effect from 31 December 2022.

Should you have any questions, please contact your case officers.

Yours faithfully,

Carol Hui  
Executive Director  
Long Term Business Division  
Insurance Authority

Encls.

c.c. The Hong Kong Federation of Insurers