

## **REGULATION OF INSURANCE INDUSTRY ACT - DIRECTION**

**29<sup>th</sup> July 2021**

**No. 03 of 2021**

### **Direction # 14 (Revised)**

Issued in terms of the powers conferred by Section 96 A of the Regulation of Insurance Industry Act, No. 43 of 2000 (RII Act).

The Insurance Regulatory Commission of Sri Lanka, at its 207<sup>th</sup> meeting, has decided to direct persons registered under the RII Act (insurers, brokers & loss adjusters) to refrain from employing persons, in any capacity of employment, whose services have been terminated on the grounds of financial misappropriation or fraud.

However, in the event termination of a person is carried out by an insurer, broker, loss adjuster, such persons are required to follow due process, especially follow the principles of Natural Justice prior to such decision to terminate is taken.

Direction # 14 issued on 9<sup>th</sup> January 2018 is hereby repealed.

The Direction # 14 (Revised) will come into effect immediately.



Damayanthi Fernando

**Director General**

GRN

Signed for and on behalf of the Commission