



INSURANCE
REGULATORY
COMMISSION OF
SRI LANKA

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இலங்கை காப்புறுதி ஒழுங்குமுறைப்படுத்தல் ஆணைக்குழு
INSURANCE REGULATORY COMMISSION OF SRI LANKA



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BY EMAIL

Ref: IRCSL/DG/ACT/2024/09/320

11th September 2024

Mr. A. A. C. S. L. Aluthgama
President
Insurance Association of Sri Lanka
No 143 A, Vajira Road
Colombo 05.

Dear Sir,

**CLARIFICATION ON REQUIREMENT FOR MONTHLY & QUARTERLY REPORTING /
CERTIFICATION AS PER IRCSL LETTER IRCSL/DG/2020/04/507 AND RULE 6(1) OF
SOLVENCY MARGIN (RISK BASED CAPITAL) RULES, 2015**

Please see attached herewith the clarification with regard to requirements for monthly and quarterly reporting for compliance.

Yours faithfully,

Damayanthi Fernando
Director General

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**CLARIFICATION ON REQUIREMENT FOR MONTHLY AND QUARTERLY REPORTING /
CERTIFICATION AS PER IRCSL LETTER IRCSL/DG/2020/04/507 AND RULE 6(1) OF
SOLVENCY MARGIN (RISK BASED CAPITAL) RULES, 2015**

This clarification is in respect to Point A (4) and B (5) of IRCSL letter IRCSL/DG/2020/04/507 on status of monthly capital adequacy requirements i.e. TAC, RCR and CAR; and requirement for certification under Rule 6(1) of Solvency Margin (Risk Based Capital) Rules, 2015.

This clarification is applicable to all insurers using different calculation models, methodology and assumptions for the monthly or quarterly reporting from calculation models, methodology and assumptions used for annual reporting and certified by the appointed actuary.

Accordingly, the Company shall:

- a. Align calculation engines, valuation methodology and assumptions used for monthly and quarterly reporting to those certified by External/Appointed Actuary during annual reporting, for determination of policy liabilities; and
- b. such exercise shall commence with immediate effect.