

To: All Insurers

July 9, 2008

Dear Sir,

RE: QUARTERLY AND HALF-YEARLY RETURNS TO BE SUBMITTED TO THE COMMISSION

1. Section 49 of the Insurance Act (Cap 213), Laws of Uganda, 2000 (Act) requires the insurance companies to prepare and submit within one hundred and twenty days after the end of each financial year, specified Returns and such other documents and information relating to the relevant accounts and balance sheet as the Commission may require. In line with the aforesaid Section of the Act, the Insurance Regulations, 2002 provide for the pertinent forms to facilitate the submission of the said Returns.
2. Filing of financial returns only once a year has a major flaw in that not all returns are submitted timely, coupled with the fact that analysis of Returns takes a while. Thus the market reports cannot be published as promptly as would be desired.
3. As a result of the foregoing, it is difficult to take timely remedial measures, where necessary. Additionally, insurance players, researchers, prospective investors, etc are increasingly requesting the Commission to avail them more up-to-date statistical information about the market and on a more frequent basis even if the figures would be tentative.
4. The Commission and industry had long realized the need to have statistics on a more frequent basis. This is why, among the proposed amendments to the act which were submitted to the Ministry of Finance after the insurance players' input, is one for submission of Returns to the Commission by insurers on a more frequent basis i.e. quarterly, in addition to the statistical information currently being submitted annually.
5. In view of the continuing requests from insurance players for the Commission to avail them interim statistical information on a more frequent basis, and while we continue pursuing legislation of the proposed statutory amendments, the **Commission (Board)** at its 141st meeting which took place on the 25th June 2008 considered the above issues and decided, in response to insurance players' requests, that the insurance players begin submitting quarterly and

half-yearly Returns accordingly and you are hereby requested to do. On receipt of the Returns, they will be tabulated and analysed before sending the relevant information to the insurance players. The forms to be submitted quarterly are numbered:

(i) 2 (Non-Life Revenue Accounts);

The forms to be submitted half-yearly are:

(ii) 1 (Statement of admitted Assets and Liabilities (Non-Life); and
(iii) 10 (Cash Flow Statement).

6. Enclosed herewith please find the above-mentioned pertinent forms which you will use while submitting the quarterly Returns commencing with the quarter and half year ending 30th June 2008. The Returns should be submitted not later than the end of the month immediately following the quarter they pertain to. The Returns for the April-June 2008 quarter, however, should be furnished to the Commission by the 15th August 2008.
7. You should, please, submit the information in both hard and soft copies. We urge you to submit them promptly and accurately. Please feel free to seek clarification.