



## Insurance Regulatory Authority of Uganda

Plot 5, Kyadondo Road  
Legacy Towers, Block B, 2<sup>nd</sup> Floor  
P.O. Box 22855, Kampala, Uganda  
Tel. +256-414-346712 / 253564  
0312 266 364  
Fax: 256414349260  
E-mail: ira@ira.go.ug

January 10, 2013

Dear Sir,

### RESIDENCY REQUIREMENT FOR COMPANY DIRECTORS

1. The Insurance Regulatory Authority of Uganda has discussed and noted the need to improve on the management of companies involved in insurance business in Uganda.
2. As you are aware, the mandate of the Directors of a company is mainly to play an oversight role on behalf of the shareholders over the management of the affairs of the business. The Directors' key purpose is to ensure the company's prosperity by collectively directing the company's affairs, whilst meeting the appropriate interests of its shareholders and stakeholders. In addition to business and financial issues, Directors must deal with challenges and issues relating to corporate governance, corporate social responsibility and corporate ethics.
3. Effective execution of the above mandate requires some close contact of the Board of Directors with the Management. In this regard, it was decided that at least 50% of all insurance players' Board of Directors should be residents in Uganda to allow effective monitoring and control of the company's overall situation, strategy and policy, and to provide remedial measures in good time.
4. You are accordingly given six (6) months from the date hereof within which your Company should comply with the decision above. Please, ensure that you provide us with the evidence of compliance by 31<sup>st</sup> July 2013.

Yours faithfully

**INSURANCE REGULATORY AUTHORITY OF UGANDA**

A handwritten signature in black ink, appearing to read 'Alhaj Kaddunabbi Ibrahim Lubega', is written over a horizontal line.

Alhaj Kaddunabbi Ibrahim Lubega  
**CHIEF EXECUTIVE OFFICER**

BO/SP/m  
BO