

an objection or requires a review within four weeks.

Adjustment and Notification

Adjustment of Crediting: If there's a change in the reinsurer's credit rating or other relevant conditions, the insurer must adjust the credited amount accordingly and notify FINMA immediately.

These guidelines ensure that claims against reinsurers are treated in a way that maintains the financial integrity and regulatory compliance of non-life insurers, by adequately reflecting the risk and recovery potential associated with reinsurance agreements.



For the question "How are claims of non-life insurers against reinsurers treated in the context of tied assets?" let's analyze the two responses in relation to the content of the FINMA Circular 2016/5.

Answer 1

This answer discusses how the reinsured portions of provisions are included in the special fund, referencing the gross principle and specific articles and margin numbers related to non-life insurers. The explanation highlights the offsetting mechanism, the use of the special fund as a form of tied asset, and conditions under which the special fund can include these reinsured portions. The answer also delves into operational specifics like notification requirements to FINMA when conditions change, which are directly relevant as outlined in the document sections on crediting and limits.

Evaluation of Answer 1

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