



**UNITED ARAB EMIRATES
INSURANCE AUTHORITY**



Circular No. (19) of 2012

Messrs. All Insurance Brokers Licensed to Operate in the UAE

Greetings,

The Insurance Authority presents you with its best wishes for continuous success and progress;

Further to the IA Circulate No. (2) of 2012 concerning the requirement that cheques written by the Insured to pay for their insurance premiums must be issued directly in the name of insurance company effective 1/3/2012.

In this regard, we stress the following:

1. The IA confirms that it is a must to implement the Circular as of 01/03/2012;
2. The said Circular applies in case payment is made through cheques only. However, for other methods of payment, such methods will be studied carefully through the mechanism specified by the IA; and
3. The provisions of the Circular shall apply to insurance policies issued as of 01/03/2012 and shall not apply retroactively.

Please be informed that the IA will set up a committee from the IA, insurance companies and insurance brokers to study the implementation mechanisms of the Circular, in addition to considering appropriate mechanisms to deal with other payment methods in order to protect the rights of all parties.

Best regards,

Fatima M. I. Al-Awadhi

Deputy Director General

27/2/2012