

## Regulatory innovations in the insurance and reinsurance markets

Since 2019, the insurance, reinsurance and private pensions market has undergone a series of important regulatory changes. This one-pager shows that in 2021 SUSEP, the Brazilian insurance regulator, has intensified its search for innovation, maintaining its focus on 4 pillars of economic growth: cutting red tape, creating incentives for competition, improving the regulatory environment and fostering innovation in technology.

Updated on December 16, 2021

### Cutting of Red Tape

<p><b>2019</b></p> <p>Cut red tape and reduced state interference in private business <a href="#">Law No. 13,874/2019 (Brazilian Economic Freedom Act)</a></p>	<p>Simplified and eliminated outdated regulations <a href="#">Decree No. 10,167/2019</a></p>	<p>Implemented an electronic petition system within SUSEP <a href="#">SUSEP Deliberation No. 230/2019</a></p>
<p><b>2020</b></p> <p>Reduced timeframes for the storing of documents <a href="#">SUSEP Circular No. 605/2020</a> <a href="#">Learn more</a></p>	<p>Imposed deadlines for SUSEP to analyze regulatory filings <a href="#">SUSEP Ordinance No. 7,677/2020</a> <a href="#">Learn more</a></p>	<p><b>2021</b></p> <p>Modernization of the rules regarding the attendance to consultations with shorter terms to the regulator <a href="#">SUSEP Resolution No. 3/2021</a></p>

### Incentive to Competition and Elimination of Barriers

<p><b>2019</b></p> <p>Increased cession limits for occasional reinsurers <a href="#">Decree No. 10,167/2019</a></p>	<p>Created 4 segments for regulated entities and reduced regulatory requirements for smaller companies <a href="#">CNSP Resolution No. 388/2020</a> <a href="#">Learn more</a></p>	
<p><b>2020</b></p> <p>Permitted 11 insurtechs to operate temporarily in a simplified regulatory environment <a href="#">CNSP Resolution No. 381/2020 (Regulatory Sandbox)</a> <a href="#">Learn more</a></p>	<p>Simplified prudential and solvency regulations applicable to smaller companies <a href="#">CNSP Resolution No. 389/2020</a></p>	<p>Permitted the issuance of debt instruments linked to (re)insurance risks <a href="#">CNSP Resolution No. 396/2020 (Insurance-Linked Securities - ILS)</a> <a href="#">Learn more</a></p>
<p><b>2021</b></p> <p>Approval of the second edition of the Regulatory Sandbox <a href="#">Learn more</a></p>	<p>Flexibility of solvency regulation <a href="#">SUSEP Circular No. 634/2021</a></p>	<p>Regulated the activities of MGAs (Managing General Agents) <a href="#">CNSP Resolution No. 431/2021</a></p>

### Improving the Regulatory and Business Environments

<p><b>2019</b></p> <p>Permitted the existence of regulated companies with fully diluted control <a href="#">CNSP Resolution No. 373/2019</a></p>	<p>Permitted on-demand or on-off insurance <a href="#">SUSEP Circular No. 592/2019</a></p>	<p>Regulated how insurance wording should treat sanction and embargo situations <a href="#">SUSEP/DIR2/CGCOM Circular Letter No. 6/2019</a></p>
<p><b>2020</b></p> <p>Liberalized insurance policies issued in foreign currency <a href="#">CNSP Resolution No. 379/2020</a></p>	<p>Allowed pension entities and health insurance operators to cede risks in reinsurance <a href="#">CNSP Resolution No. 380/2020</a> <a href="#">Learn more</a></p>	<p>Created ethical and transparency rules and principles applicable to insurance intermediaries <a href="#">CNSP Resolution No. 382/2020</a> <a href="#">Learn more</a></p>
<p>Adopted a digital platform to solve disputes with insureds <a href="#">SUSEP Circular No. 613/2020</a></p>	<p>Defined rules for the issuance of subordinated debt <a href="#">SUSEP Circular No. 391/2020</a></p>	<p>Simplified property insurance rules <a href="#">SUSEP Circular No. 620/2020</a></p>
<p>Updated the sanctioning framework, prioritizing prevention over penalization <a href="#">CNSP Resolution No. 393/2020</a> <a href="#">Learn more</a></p>	<p>Reformulated the intervention and liquidation regimens with a focus on promoting legal certainty <a href="#">CNSP Resolution No. 395/2020</a> <a href="#">Learn more</a></p>	
<p>Simplified the contracting of insurance abroad <a href="#">SUSEP Circular No. 603/2020</a> <a href="#">Learn more</a></p>	<p>Created new rules for the prevention of money laundering and terrorist financing consistent with international practices <a href="#">SUSEP Circular No. 612/2020 (effective on May 3, 2020)</a> <a href="#">Learn more</a></p>	
<p><b>2021</b></p> <p>Simplified the contracting of massify insurance <a href="#">SUSEP Circular No. 621/2021</a> <a href="#">Learn more</a></p>	<p>Valorization of autonomy of the parties in large risks operations <a href="#">CNSP Resolution No. 407/2021</a></p>	<p>Simplified the rules of responsibilities segments <a href="#">SUSEP Circular No. 637/2021</a></p>
<p>Creates criteria for cybersecurity policies to be adopted by regulated entities <a href="#">SUSEP Circular No. 638/2021</a> <a href="#">Learn more</a></p>	<p>Modernization and simplification of rules for remote contracting of insurance and pension products <a href="#">CNSP Resolution No. 408/2021</a></p>	<p>Simplified microinsurance regulation and updates the regulatory framework applicable to survivors' coverage <a href="#">CNSP Resolution No. 409/2021</a></p>
<p>Created a specific sanctioning regimen for major infractions <a href="#">SUSEP Circular No. 645/2021</a></p>	<p>Increased the guarantee limit for public works and provided for step-in rights in surety bonds <a href="#">Law No. 14,133/2021 (New Bidding Law and Administrative Contracts)</a></p>	<p>Softening of the sanctioning regimen by allowing the correction of minor infractions <a href="#">SUSEP Circular No. 646/2021</a></p>
<p>Modernization and simplification of the rules for the creation, change of control and corporate reorganizations of regulated entities <a href="#">CNSP Resolution No. 422/2021, effective as of January 3rd, 2022</a></p>		<p>Modernization and simplification of the rules on minimum capital and solvency requirements applicable to regulated entities <a href="#">CNSP Resolution No. 432/2021, effective as of January 3rd, 2022</a></p>

### Innovation in Technology

<p><b>2020</b></p> <p>Put in place the so-called Operation Registration System <a href="#">Learn more</a></p>	<p>Established rules for the approval of registration systems and licensing of registration entities <a href="#">Learn more</a></p>	
<p><b>2021</b></p> <p>Minimum requirements for optional and mandatory registration of insurance operations <a href="#">SUSEP Circular No. 624/2021</a> and <a href="#">SUSEP Circular No. 644/2021</a></p>	<p>Implementation and guidelines of the Open Insurance <a href="#">CNSP Resolution No. 415/2021</a> and <a href="#">SUSEP Circular No. 635/2021</a> <a href="#">Learn more</a></p>	<p>Requirements for the licensing and operation of the <i>Sociedades Iniciadoras de Serviços de Seguro</i> in the context of the Open Insurance <a href="#">CNSP Resolution No. 429/2021</a></p>

### Outlook for 2022

- New rules applicable to policyholders (*estipulantes*). [Learn more](#)  
[SUSEP Public Consultation No. 35/2021](#)
- Requirements for optional and mandatory registration of pension plans. [Learn more](#)  
[SUSEP Public Consultation No. 43/2021](#)
- Simplification of surety bond regulation to provide more transparency and reduce information asymmetry between contracting parties. [Learn more](#)  
[SUSEP Public Consultation No. 40/2021](#)
- Improvements in the management of environment (ESG) risks. [Learn more](#)  
[SUSEP Public Consultation No. 44/2021](#)
- Update of the regulation on life insurance to stimulate more innovative and diversified products and the promotion of a more competitive and dynamic market.  
[SUSEP Public Consultations No. 41/2021](#) and [42/2021](#)
- Review of reinsurance and retrocession limits to reduce regulatory complexity and cost. [Learn more](#)  
[SUSEP Regulation Plan 2021](#)

### Access, below, the events promoted by the practice of Insurance, Reinsurance and Private Pension of Mattos Filho\*.

- Judicial Guarantee Insurance: New Trends and Solutions in partnership with Avita
- Guarantee Insurance: New developments and practical aspects
- Private pension - finally the expected innovation?
- Open Insurance
- Guarantee Insurance in Corporate Transactions
- The impacts of the tax reform bill about banks, financial service and means of payment providers and insurers
- New Bidding Law - The New Guarantee Insurance
- Digital Distribution in Insurance
- The new era of Insurance in Brazil - Flexibility of insurance products - SUSEP Circular No. 621/21
- Dispute Boards, Mediation and Arbitration in Big Risk's Insurance
- Guarantee and Credit Insurance in Structured Operations
- Insurtechs, sandbox & newcomers to insurance sector
- Insurance and analytics: how does it work in practice?
- Discussion about controls internal related to "money laundering" in the sector insurance and reinsurance
- Validating and creating new products in insurance and design thinking
- ESG in Insurance sector
- Cyber security: a reality that has arrived to stay
- The new Civil Liability Insurance
- New reality of Auto Insurance
- Guarantee Insurance in M&A operations

\*Only in Portuguese