

## 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

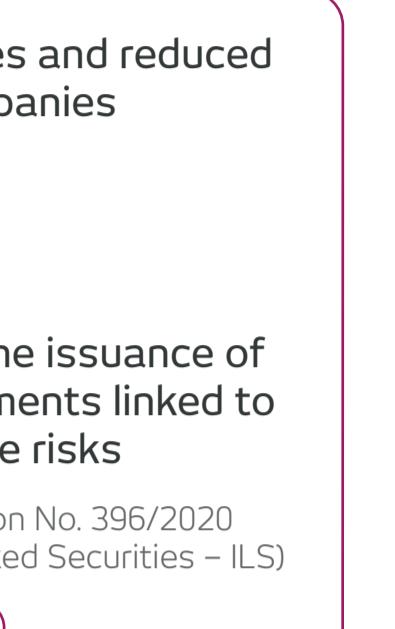
### Cutting of Red Tape

2019

Cut red tape and reduced state interference in private business  
[Law No. 13,874/2019 \(Brazilian Economic Freedom Act\)](#)

Simplified and eliminated outdated regulations  
[Decree No. 10,167/2019](#)

Implemented an electronic petition system within SUSEP  
[SUSEP Deliberation No. 230/2019](#)

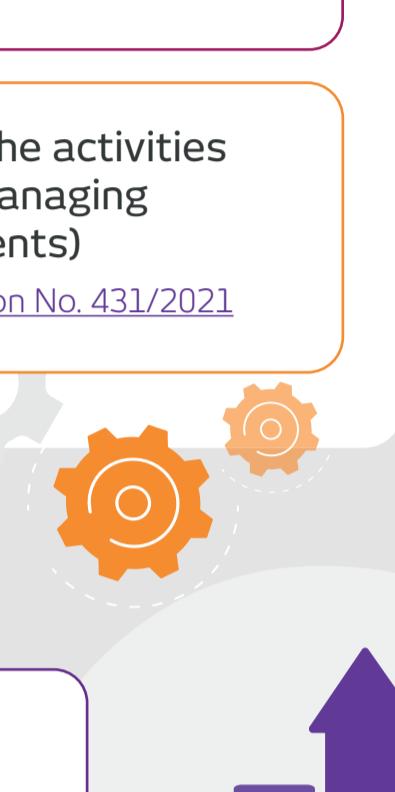


2020

Reduced timeframes for the storing of documents  
[SUSEP Circular No. 605/2020](#)

Imposed deadlines for SUSEP to analyze regulatory filings  
[SUSEP Ordinance No. 7,677/2020](#)

Modernization of the rules regarding the attendance to consultations with shorter terms to the regulator  
[SUSEP Resolution No. 3/2021](#)



### Incentive to Competition and Elimination of Barriers

2019

Increased cession limits for occasional reinsurers  
[Decree No. 10,167/2019](#)

Created 4 segments for regulated entities and reduced regulatory requirements for smaller companies  
[CNSP Resolution No. 388/2020](#)

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2020

Permitted 11 insurtechs to operate temporarily in a simplified regulatory environment  
[CNSP Resolution No. 381/2020 \(Regulatory Sandbox\)](#)

Simplified prudential and solvency regulations applicable to smaller companies  
[CNSP Resolution No. 389/2020](#)

Permitted the issuance of debt instruments linked to (re)insurance risks  
[CNSP Resolution No. 396/2020 \(Insurance-Linked Securities – ILS\)](#)

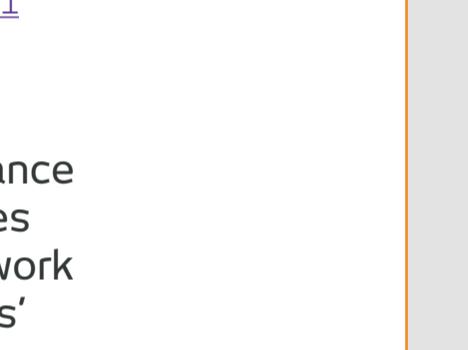
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2021

Approval of the second edition of the Regulatory Sandbox  
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Flexibility of solvency regulation  
[SUSEP Circular No. 634/2021](#)

Regulated the activities of MGAs (Managing General Agents)  
[CNSP Resolution No. 431/2021](#)



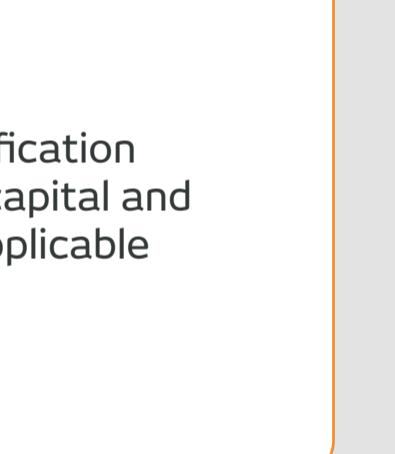
### Improving the Regulatory and Business Environments

2019

Permitted the existence of regulated companies with fully diluted control  
[CNSP Resolution No. 373/2019](#)

Permitted on-demand or on-off insurance  
[SUSEP Circular No. 592/2019](#)

Regulated how insurance wording should treat sanction and embargo situations  
[SUSEP/DIR2/CGCOM Circular Letter No. 6/2019](#)



2020

Liberalized insurance policies issued in foreign currency  
[CNSP Resolution No. 379/2020](#)

Allowed pension entities and health insurance operators to cede risks in reinsurance  
[CNSP Resolution No. 380/2020](#)

Created ethical and transparency rules and principles applicable to insurance intermediaries  
[CNSP Resolution No. 382/2020](#)

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Adopted a digital platform to solve disputes with insureds  
[SUSEP Circular No. 613/2020](#)

Defined rules for the issuance of subordinated debt  
[SUSEP Circular No. 391/2020](#)

Simplified property insurance rules  
[SUSEP Circular No. 620/2020](#)

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Updated the sanctioning framework, prioritizing prevention over penalization  
[CNSP Resolution No. 393/2020](#)

Reformulated the intervention and liquidation regimens with a focus on promoting legal certainty  
[CNSP Resolution No. 395/2020](#)

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Simplified the contracting of insurance abroad  
[SUSEP Circular No. 603/2020](#)

Created new rules for the prevention of money laundering and terrorist financing consistent with international practices  
[SUSEP Circular No. 612/2020 \(effective on May 3, 2020\)](#)

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2021

Simplified the contracting of massify insurance  
[SUSEP Circular No. 621/2021](#)

Valorization of autonomy of the parties in large risks operations  
[CNSP Resolution No. 407/2021](#)

Simplified the rules of responsibilities segments  
[SUSEP Circular No. 637/2021](#)

Creates criteria for cybersecurity policies to be adopted by regulated entities  
[SUSEP Circular No. 638/2021](#)

Modernization and simplification of rules for remote contracting of insurance and pension products  
[CNSP Resolution No. 408/2021](#)

Simplified microinsurance regulation and updates the regulatory framework applicable to survivors' coverage  
[CNSP Resolution No. 409/2021](#)

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Created a specific sanctioning regimen for major infractions  
[SUSEP Circular No. 645/2021](#)

Increased the guarantee limit for public works and provided for step-in rights in surety bonds  
[Law No. 14,133/2021 \(New Bidding Law and Administrative Contracts\)](#)

Softening of the sanctioning regimen by allowing the correction of minor infractions  
[SUSEP Circular No. 646/2021](#)

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Modernization and simplification of the rules for the creation, change of control and corporate reorganizations of regulated entities  
[CNSP Resolution No. 422/2021, effective as of January 3rd, 2022](#)

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Modernization and simplification of the rules on minimum capital and solvency requirements applicable to regulated entities  
[CNSP Resolution No. 432/2021, effective as of January 3rd, 2022](#)

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### Innovation in Technology

2020

Put in place the so-called Operation Registration System  
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Established rules for the approval of registration systems and licensing of registration entities  
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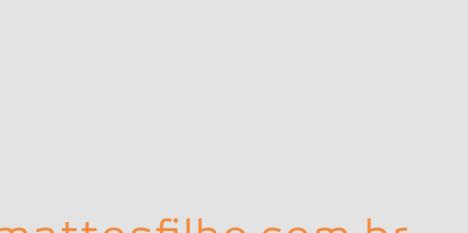
2021

Minimum requirements for optional and mandatory registration of insurance operations  
[SUSEP Circular No. 624/2021 and CNSP Circular No. 644/2021](#)

Implementation and guidelines of the Open Insurance  
[CNSP Resolution No. 415/2021 and SUSEP Circular No. 635/2021](#)

Requirements for the licensing and operation of the Sociades Iniciadoras de Serviços de Seguro in the context of the Open Insurance  
[CNSP Resolution No. 429/2021](#)

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