

Public Comments

The consultation paper seeking comments/views from public on the draft IFSCA (Investment by IFSC Insurance Office) (Amendment) Regulations, 2023 was issued by IFSCA on 29-Aug-2023. The following comments have been received:

| Sr. No. | Reg. No. | Sub-Regu No. /Para No. | Comments / Suggestions / Suggested modifications | Rationale |
|---------|----------|------------------------|--|--|
| 1 | 5 | 7(b) | <p>Comment No.1 An IIO may invest its Assets – (a) ----; (b) in India, through extant regulatory framework on Foreign Portfolio Investment, as specified by the Reserve Bank of India and the Securities and Exchange Board India; Objective : To receive the Premium directly in INR in DTA from the Insurer for the purpose of Investment Addition : “From the Premium received in INR from & in an account in DTA styled “ ----- Reinsurer – INR Account” on the date of Premium Receipt / Settlement of Account directly from Insurer/ Reinsurer””</p> | <p>Rationale for the above Comment: Currently, premium is to be received in Foreign currency only under the current IFSCA regime Premium income to Investment, Interest receipt and settlement of claims undergoes four times conversion into foreign currency IIO Receives the premium in Foreign Currency (First Conversion into Foreign Curr.) For Investment in DTA into INR (Second Conversion into INR) Income / Interest / Dividend/ Proceeds of realisation of Investment (Third Conversion into foreign currency) Settlement of claim (Fourth Conversion)”</p> |

The above comment was considered suitably and the revised draft of the IFSCA (Investment by IFSC Insurance Office) (Amendment) Regulations, 2023 was placed before the Authority in its meeting held on September 27, 2023.