

Pursuant to Article 30 paragraph 5 and Article 42 paragraph 6 of the Law on Insurance (*Official Gazette of RoM*, no 78/06 and *Official Gazette of Montenegro*, no 45/12, 55/16 and 146/21), the Council of the Insurance Supervision Agency, at the 357th session held on 1 June 2022, adopted the

RULEBOOK

ON DETAILED REQUIREMENTS FOR LICENSING INSURANCE BUSINESS ACTIVITIES AND CRITERIA FOR ASSESSING THE ELIGIBILITY OF FUTURE QUALIFYING HOLDERS AND MEMBERS OF THE MANAGEMENT BODIES

(Official Gazette of Montenegro, no 058/22 of 2 June 2022)

Subject Matter

Article 1

This Rulebook prescribes detailed requirements, documents and information that evidence fulfilment of requirements for licensing insurance business activities and detailed criteria for assessing the eligibility of future qualifying holders, members of the Board of Directors and the Executive Director of insurance company.

Authorization to Submit Application for Obtaining the Licence to Pursue Insurance Business

Article 2

When application for obtaining the license to pursue insurance business is submitted by a person authorized by founders of the insurance company, the application that is to be submitted to the Insurance Supervision Agency (hereinafter referred to as: the Agency) shall be accompanied by the power of attorney for the person that the Agency is to cooperate in the process of decision-making about the application, which contains address and contact telephone of such person.

The power of attorney must be signed by all founders and certified by a notary.

I Qualifying Holders

Documents to be Submitted by Qualifying Holders

Article 3

(1) Legal person that intends to acquire a qualifying holding shall submit the following:

- a) excerpt from the register where the legal person is registered,
- b) for persons that are owners of such legal person - excerpt from the register where the legal person is registered or ID or passport copy for a natural person having over 10% of capital or voting right in such legal person, number and nominal value of shares and percentage of the equity share;
- c) completed questionnaires on responsible persons in such legal person (executive director, Board of Directors, management or management board or other persons effectively managing business of such legal person), including information on their previous work experience;
- d) certificate issued by a competent authority that such legal person or persons managing such legal person have not been unconditionally sentenced to an imprisonment for the period exceeding three months for a criminal offence that make them unworthy for managing insurance company;
- e) contract or other agreement on joint operations with other shareholders of the insurance company in making decisions for the insurance company;
- f) organizational chart and ownership structure, including all related parties, all the way to the beneficial owner- natural person, with percentage of equity share;
- g) financial statements with the independent auditor 's opinion for the last three years and audited consolidated financial statements for the perspective acquirer which is a parent company or the primary company of a group;

- h) certificate issued by a competent tax authority or other competent authority that there are no due and unpaid liabilities on the basis of taxes and contributions;
 - i) certificate issued by a competent authority that the accounts of this legal persons were not blocked one year prior to submission of the application.
- (2) Criminal offences that make person unworthy for managing insurance company referred to in paragraph 1 item d) of this Article mean criminal offences against: life and body, freedom and rights of persons and citizens, honour and reputation, employment rights, property, payment operations and business operations, security of computer data, state authorities, justice, legal proceedings, professional duties, humanity and other goods protected by the international law, as well as criminal offences related to narcotic drug abuse.
- (3) Legal person that is insurance or reinsurance company, credit institution or investment firm with its seat in a European Union Member State and that intends to acquire qualifying holding shall submit:
- a) copy of the work license issued by a competent authority of the country of its head office, certified by a competent authority and translated into the Montenegrin language;
 - b) for persons that are owners of that legal person - excerpt from the register where the legal person is registered or ID or passport copy for natural person, if it owns directly or indirectly more than 10% of share capital or voting right in such legal person, number and nominal value of shares and percentage of equity share;
 - c) completed questionnaires containing data on persons responsible for managing such legal person and information on their previous work experience;
 - d) certificate issued by a competent authority that such legal person or persons managing such legal person have not been unconditionally sentenced for criminal offences from paragraph 2 of this Article;
 - e) financial statements with independent auditor's opinion for the last three years and audited consolidated financial statements for the perspective acquirer that is a parent company or the primary company of a group;
 - f) certificate issued by a competent tax authority or other competent authority that there are no due and unpaid liabilities on the basis of taxes and contributions;
 - g) contract or other agreement on joint operations with other persons of the insurance company in making decisions for the insurance company, including agreements with other shareholders;
 - h) certificate issued by the competent authority that the accounts of this legal persons were not blocked one year prior to submission of the application.
- (4) If more than six months passed from the period when the most recent annual financial statement was compiled until the date of application submission, the financial statements for the first six months of the current year shall be enclosed to the reports from paragraph 1 item g) and paragraph 3 item e) of this Article.
- (5) Natural person intending to acquire qualifying holding shall submit:
- a) ID or passport copy;
 - b) completed questionnaire containing information on such person, including information on previous work experience of such person;
 - c) list of legal persons where this person has share in capital or voting right in the amount over 10%, number and nominal value of shares and percentage of equity share, with indication of activities these persons;
 - d) financial statements for persons from item c) for the last three years, including independent auditor's opinion if such persons are subject to the audit obligation;
 - e) data on revenues of such person for the last three years – bank statement, tax return for income of natural persons, title deed issued by a competent authority, bank statement on the accounts in commercial bank issued on the date of application submission, order of the competent courts on implemented inheritance proceedings and other similar evidence on financial position of such person and origin of funds used for purchasing shares;
 - f) certificate issued by a competent authority that such person has not been unconditionally sentenced for criminal offences from paragraph 2 of this Article;
 - g) certificate issued by a competent tax authority or other competent authority that there are no due and unpaid liabilities on the basis of taxes and contributions;
 - h) contract or other agreement on joint operations in making decisions for the insurance company;
 - i) statement stating that during the last three years prior to the date of application submission, property of such natural person was not subject to the enforcement procedure in accordance with the law.
- (6) Persons referred to in paragraphs 1 and 3 of this Article that have rating assigned by internationally renowned rating agencies (Moody's, Standard and Poor, Fitch) shall enclose evidence on the assigned rating.
- (7) Questionnaire referred to in paragraph 1 item c, paragraph 3 item c) and paragraph 5 item b) of this Article is enclosed as Annex 1 and comprises an integral part of this Rulebook.

Additional Information on the Proposed Acquisition

Article 4

- (1) For acquisition of a qualifying holding that does not reach 20% of share in capital or voting right of the insurance company, the persons referred to in Article 3 paragraphs 1, 3 and 5 of this Rulebook shall submit a statement stipulating the period during which this person intends to hold holding after the proposed acquisition and the intention to increase or decrease such holding during the next three years and its intention concerning the insurance company, particularly if it intends to act as an active minority shareholder, together with reasons for such a decision.
- (2) For acquisition of a qualifying holding reaching or exceeding 20% of share in capital or voting rights of the insurance company, the person referred to in Article 3 paragraphs 1, 3 and 5 of this Rulebook shall submit information from paragraph 1 of this Article and the following information:
 - a) intended impact and expectations concerning the financial standing of the insurance company where the qualifying holding is to be acquired, particularly in terms of dividend policy, strategic goals of the insurance company and investments, indicators of financial performance, significant changes in business activities.
 - b) expectations concerning the management of company, particularly changes in organization of information systems.
- (3) Business strategy that is to be submitted when acquiring a qualifying holding reaching and exceeding 30% of share in capital or voting rights of the insurance company shall include:
 - statement on the objective to acquire holding, period during which this person intends to hold such holding after the proposed acquisition and on the intention to increase or decrease such holding during the next three years,
 - information on the financial standing of that person and its readiness to assist the insurance company with additional funds when required (e.g., for development of business activities or in case of financial difficulties), intentions of that person concerning the management of company, particularly in terms of dividend policy, strategic goals of the company and investments,
 - document or statement on intentions concerning the company where the qualifying holding is to be acquired, for the next three years, particularly the following:
 - a) financial goals, expressed as the return on equity, ratio between revenues and expenditures, earnings per share, or as other appropriate means,
 - b) plans concerning diversion of business activities, products, target markets and potential reassignment of funds or resources, which are expected to impact the insurance company,
 - c) for insurance company that is part of a group or in case when with the proposed acquisition the insurance company is to become part of a group – the manner of including and integrating such company into the group structure, with description of the most relevant future interactions with other companies of the group and description of policies regulating the relations within the group.
- (4) For acquisition of a qualifying holding reaching and exceeding 50% of share in capital or voting right in the insurance company, the person referred to in Article 3 paragraphs 1, 3 and 5 of this Rulebook, in addition to business strategy referred to in paragraph 3 of this Article, shall submit a detailed overview of planned organizational changes in business operation of the insurance company, in particular concerning the following:
 - a) composition and competencies of the Board of Directors and executive directors, working bodies established by the Board of Directors (e.g., audit committee, remunerations or appointments committee), with information on persons that are to be appointed to manage the company,
 - b) administrative and accounting procedures, internal control system, organization and procedures that govern functioning of key functions, and with life insurance, prevention of money laundering and terrorism financing, with information on persons that are to hold key functions;
 - c) managing the information system, including the risk management and management of information system security,
 - d) outsourcing policy, areas of business included in such policy, manner of selecting service provider, rights and obligations and expected service quality of service provider,
 - e) other relevant information related to the impact of the acquisition to the corporative governance and general organizational structure of the company, including changes concerning the voting rights of shareholders.
- (5) In addition to information referred to in this paragraph, the perspective qualifying holder shall submit data on the price of the planned acquisition and criteria used for determining such price.

Additional Information on Related Parties

Article 5

- (1) Person intending to acquire qualifying holding shall submit a list of related parties within the meaning of Article 24 of the Law on Insurance (hereinafter referred to as: the Law), whereby the relations are to be presented for all related legal persons, to the level of natural persons.
- (2) Together with the list referred to in paragraph 1 of this Law, the information on the manner and degree of interconnection shall be submitted, including the following:
 - a) for connection with the qualifying holder based on the capital or share – certificate on share in capital, excerpt from the Central Depository Clearing Company or other relevant register concerning the number of shares, respectively the percentage of share in ownership and other,
 - b) for connection based on governance – information on members of the Board of Directors (name, surname, date and place of birth), decision on appointment of member of the Board of Directors and other,
 - c) for connection in other respects – other appropriate evidence (business association agreement or other form of association, excerpt from relevant central registries and other)
- (3) For related parties referred to in paragraph 1 of this Article, which have rating assigned by internationally renowned external institutions for assigning the credit rating agencies (Moody’s Investors Service, Standard & Poor, Fitch ratings), the evidence on the assigned credit rating shall be submitted.
- (4) For person referred to in paragraph 2 item a) of this Article, which is a member of a group, the list of companies in the group shall be submitted, together with organizational structure and description of the governance system in the group.

Professional Reputation and Legal Status

Article 6

Professional reputation and legal status of persons that intend to acquire a qualifying holding shall be assessed by the Agency on the basis of data collected in accordance with Articles 3 to 5 of this Rulebook, but for legal persons, on the basis of information on persons that manage this legal person, in particular the following:

- information on the activity that the person that intends to acquire a qualifying holding pursues or pursued, particularly in terms of the fact whether this activity is subject of supervision (e.g., credit and other financial institutions) and on the legal regime it is subject to (EU Member States, candidate countries for EU membership, countries under special measures in terms of prevention of money laundering and terrorism financing);
- information on conviction of that person for criminal offences that would make him/her unworthy for managing the insurance company;
- information on related parties and groups where it has status of a parent company or subsidiary, in particular where it has controlling position within the meaning of the law governing establishing and other matters relevant for operations of business organizations;
- for legal persons, information on natural persons managing that person, especially in terms of conviction for criminal offences referred to in Article 3 paragraph 2 of this Rulebook, as well as data on other proceedings (civil, administrative proceedings before professional associations) and supervisory authorities’ procedures being implemented or implemented against such persons, in their capacity of persons responsible for governance and management of the legal person;
- data and information obtained from the competent supervisory authorities in accordance with Article 30 paragraph 4 of the Law.

Financial Standing

Article 7

Financial standing of persons that intend to acquire a qualifying holding shall be assessed by the Agency on the basis of submitted financial reports, namely, consolidated financial statements including the authorized auditor’s opinion for the last three years, information on paid tax and other duties, information from the questionnaire, evidence on origin of funds for natural persons and evidence on related persons, from which the following is assessed:

- stability and business performance of such person for the previous three years,
- capacity of such person to promptly settle due liabilities,

- whether financial standing of such person enables acquiring of the requested level of qualifying holding in the insurance company,
- does the manner of financing acquisition of the qualifying holding impairs regular business operations of person that intends to acquire a qualifying holding.

Prevention of Money Laundering or Terrorism Financing

Article 8

- (1) The Agency shall also assess submitted documents from the aspect of possibility that money laundering or terrorism financing will or might already be conducted or tried in relation to the respective acquisition.
- (2) Assessment referred to in paragraph 1 of this Article shall be made on the basis of:
 - information on supervisory regime of the country of origin of the future qualifying holder and related parties to the level of natural person – beneficial owner (citizenship or country of its head office), whereby the supervisory regime of certain country shall be assessed in accordance with regulations governing prevention of money laundering and terrorism financing,
 - information on source of funds for intended acquisition of the qualifying holding,
 - information on manner planned for financing the intended acquisition of the qualifying holding,
 - information on related parties and beneficial owners of the future qualifying holder.

II Members of the Board of Director and the Executive Director

Information on Persons Proposed to be Members of the Board of Directors or the Executive Director

Article 9

- (1) Together with the list of candidates proposed to be members of the Board of Directors or the executive director, the following shall be submitted for such persons:
 - a) ID or passport copy;
 - b) curriculum vitae;
 - c) completed questionnaire for candidate for the member of Board of Directors or the executive director;
 - d) copy of diploma or certificate of acquired higher education as evidence on relevant professional qualifications;
 - e) copy of the employment record file or extract from relevant records and copy of employment contract or resolution or other decision on assignment to adequate employment position as evidence on relevant work experience;
 - f) proposed document for appointing that person as a member of the Board of Directors or the executive director and consent of such person concerning its appointments;
 - g) statement issued by the insurance company that assessment on fulfilment of prescribed criteria for appointing such person was implemented, together with explanation, particularly in terms of prescribed qualifications, knowledge and experience,
 - h) for person proposed to be the executive director, a program for managing the company and human resource management plan, all for the purpose of reaching the defined business goal;
 - i) statement on fulfilment of requirements referred to in Article 48 paragraph 3 of the Law, certified by a notary;
 - j) certificate of a competent authority that such person has not been convicted for criminal offences referred to in Article 3 paragraph 2 of this Article.
- (2) For persons proposed to be reappointed as members of the Board of Directors, the documents referred to in paragraph 1 items c), f), g), i) and j) of this Article shall be submitted together with the application, as well as ID or passport copy if the personal document has been changed.
- (3) Program referred to in paragraph 1 item h) of this Article shall be signed by person proposed to be the executive director and shall include at least the following:
 - brief description of situation in the company with organizational chart and number of employees in relation to main organization units (insofar as such data are available to the candidate);

- description of the company's business environment, in particular the company's position within the insurance sector and in relation to competition (stating noticed advantages and weaknesses), with potential plans in terms of implementation of imposed supervisory measures if any measures have been imposed to such insurance company;
 - assumptions and facts taken into consideration when developing the program and projection of financial statements;
 - detailed description of planned activities during the term of office, planned implementation schedule and planned significant changes in respect to the existing situation, risks that the company is or might be exposed during implementation of the planned activities, with description of the risk management system
 - projection of main business indicators of the company during the term of office;
 - proposal on planned changes concerning the outsourcing;
 - for persons that are already on the function of the executive director and are candidates for the new term of office – the reason for any potential failure to implement planned activities from the previous program.
- (4) Questionnaire referred to in paragraph 1 item c) of this Article is enclosed as Annex 2 and comprises an integral part of this Rulebook

Assessment of Professional Qualifications, Knowledge and Experience

Article 10

- (1) Appropriate professional qualifications within the meaning of Article 9 paragraph 1 item d) of this Rulebook shall be evidenced by a proof on higher education of level seven (VII1) qualifications of 240 CSPK acquired in accordance with the law governing higher education, whilst for persons establishing employment relationship with the company, but whose professional qualifications were acquired abroad, a proof on recognition of such diploma by a competent authority in Montenegro in accordance with the law governing higher education.
- (2) Appropriate work experience within the meaning of Article 9 paragraph 1 item e) of this Rulebook shall be:
- a) at least three years of work experience during the last ten years in insurance or reinsurance company at the level of:
 - member of the Board of Directors, executive director, or member of the management or supervisory board,
 - deputy executive director,
 - holder of key function or manager of other key organizational unit (pursuing activities closely linked with insurance activities);
 - b) at least three years of work experience during the last ten years in institutions responsible for supervision over the operations of insurance companies, credit and financial institutions, at the management or governance position;
 - c) at least five years of work experience during the last ten years in:
 - credit institution at the position of a member of the management body, executive director, deputy director, holder of key function or manager of a key organizational unit,
 - other financial institution at the position of a member of the management body, executive director, deputy director,
 - large legal person at the position of a member of the management body, executive director, deputy director or manager of a key organizational unit,
 - insurance company, credit or other financial institution in the capacity of a procurator.
- (3) The Agency shall also take into account the work experience acquired in several different areas referred to in paragraph 2 of this Article, if it determines that the candidate possesses at least five years of work experience referred to in paragraph 2 of this Article and assesses that with such work experience the candidate has gained knowledge required for performing the function of a member of the Board of Directors or the executive director.
- (4) When assessing the work experience referred to in paragraph 2 items b) and c) of this Article, the experience in performing the activities related to at least the following areas shall be particularly analysed:
- insurance and financial markets,
 - regulatory requirements in the field of insurance,
 - strategic planning and connecting strategy, business plan and its implementation,
 - risk management,
 - accounting and audit,

- analysis of financial data of insurance company,
 - internal control system for business processes.
- (5) Possession of appropriate knowledge and experience shall be assessed on the basis of:
- data and information on work experience, trainings, professional development and acquired specialist knowledge, submitted in accordance with Article 9 paragraph 1 of this Rulebook,
 - description of future responsibilities and obligations in managing the company comprised by person proposed for a member of the Board of Directors or the program for managing the company comprised by person proposed for the executive director,
 - content of and results from presentation of the program for managing the company, implemented pursuant to Article 30 paragraph 3 indent 2 of the Law.
- (6) For assessment of content and presentation of the program for managing the company referred to in Article 9 paragraph 3 of this Article, the Agency shall particularly take into account the following:
- knowledge required for managing the company that was expressed by the candidate, taking into account the documented professional knowledge and work experience, set objectives and manner for reaching them, knowledge of the vision, strategies, objectives, organization and business process of the company, risks that the company is exposed to and proposal for risk management and organization of business operations,
 - knowledge in the field of insurance sector and business environment, objects of company's operations and regulations concerning the business relations, reality of assumptions and projections stated in the program, reality of the set objectives and strategy for reaching the objective and adequacy of the activities planned for implementation of set objectives given the regulation and the best practice.

Assessment of Good Reputation and Integrity

Article 11

- (1) Existence of good reputation and integrity shall be assessed based on the data and information obtained within documents referred to in Article 9 paragraph 1 of this Rulebook, particularly based on curriculum vitae referred to in Article 9 paragraph 1 item b) of this Rulebook, questionnaire referred to in Article 9 paragraph 1 item c) of this Rulebook, recommendations by previous employers, certificate issued by a competent authority that such person was not unconditionally sentenced for criminal offences referred to in Article 3 paragraph 2 of this Article and, when applicable, data and information obtained from a competent supervisory authority in accordance with Article 30 paragraph 4 of the Law.
- (2) When assessing the good reputation and integrity within the meaning of paragraph 1 of this Article, the Agency shall particularly take into account:
- a) existence of criminal, civil, infringement and administrative proceedings against persons proposed to be members of the Board of Directors and the executive director of the company related to work performance on previous functions or work positions,
 - b) information on closed proceedings before professional associations and information on such ongoing proceedings,
 - c) information on revoked consents, refused requests and other, during performance of duties or function in regulated activities,
 - d) circumstances that indicate a breach of restrictions referred to in Article 48 paragraph 3 of the Law,
 - e) information obtained from competent supervisory authorities in accordance with Article 30 paragraph 4 of the Law that indicate a breach of business rules or obligations related to the function or operations of such person.

III Other Requirements

Evidence on Provided Monetary Funds

Article 12

- (1) As evidence on fulfilment of requirement referred to in Article 30 paragraph 2 item 3 of the Law, the following shall be submitted:
- the decision on successfulness of the initial issue of shares not less than the value of equity referred to in Article 21 of the Law on Insurance, issued by a competent authority and

- statement by the founder on the assessed amount of foundation costs and other costs related to foundation and taking up of business of the company, together with a statement on the source and manner of financing of such costs.

(2) If the amount of the initial capital pursuant to the decision referred to in paragraph 1 indent 1 of this Article does not cover costs referred to in paragraph 1 indent 2 of this Article for the first 12 months of business operations, the evidence that the founder ensured additional funds for covering such costs (excerpt from the account in a commercial bank with its seat in Montenegro) shall be submitted together with evidence referred to in paragraph 1 of this Article.

Business Plan

Article 13

Business plan shall be comprised in accordance with Article 31 of the Law, whereby the applicant also submits the following:

- as a part of the business policy, the proposed strategy and policy governing business operations of the company, but at least the risk management policy, investment policy and dividend policy;
- as a part of the study, the expected main indicators of the financial operations (e.g., solvency ratio) and investments plan of the company.

Proposed Management System

Article 14

The proposed management system shall include:

- description of future organization of the insurance company, which governs business operation in accordance with the Law, as well as mechanism of regular verification of the established governance system and harmonization of business operations with changes in operations and business environment,
- proposed strategy and policy prescribing the governance systems and management of risks that the insurance company will be exposed to in its business operations, including the money laundering or terrorism financing risk with life insurance,
- plans for outsourcing part of its operations to other person with the proposed policy governing outsourcing, business areas that can be subject to outsourcing and criteria for selection of service provider,
- proposed business continuity plan.

Information on the Authorized Actuary

Article 15

For person that is to perform activities of an authorised actuary, the following information shall be submitted:

- ID or passport copy,
- curriculum vitae, containing information on previous employments and work experience, certified statement on the successful performance of positions relevant for performing the position of the authorized actuary of the company, with information on whether this person was released from the actuarial function or was imposed with a supervisory measure, including revocation of authorization or deletion from the register on performance of actuarial activities;
- evidence that such person has not been unconditionally sentenced to an imprisonment for the period exceeding three months for criminal offences referred to in Article 3 paragraph 2 of this Rulebook;
- certified statement of such person on fulfilment of requirements referred to in Article 48 paragraph 3 of the Law.

Additional Requirements concerning the Documentation

Article 16

(1) Documents referred to in Articles 2 to 6 and Article 9 of this Rulebook shall be submitted as original document or as certified copies, except for the copy of biometric personal identification documents, and shall not be older than three months before the date of application submission. Documents made in a foreign language shall be submitted with translation into the Montenegrin language, comprised by an authorized interpreter.

- (2) Questionnaires referred to in Article 3 paragraph 7 and Article 9 paragraph 4 of this Rulebook shall be certified by a notary.
- (3) For citizens of Montenegro who during the last ten years had temporary place of residence outside Montenegro, the certificate issued by a competent authority regarding the data from the criminal records and certificate by a competent tax authority that is to be submitted pursuant to Article 3 of this Rulebook, shall be obtained for each country where such person had temporary place of residence during such period.
- (4) If the competent authority of a foreign country does not issue certificates referred to in paragraph 3 of this Article, the Agency shall accept appropriate statement of the person whom the application refers to, certified by a notary.
- (5) Proposed conditions of insurance and premium tariffs and other business policy acts referred to in Article 39 of the Law, shall be submitted with the authorized actuary's opinion, comprised in accordance with the rulebook prescribing the content of the opinion of the authorized actuary.

Organizational, Personnel and Technical Capacity

Article 17

- (1) Organizational capacity shall be deemed as establishing organization of business operations that ensures compliance with the provisions of the Law and other regulations that govern business operations of insurance company, business plan and other acts of the company.
- (2) Personnel capacity shall be deemed as appropriate number of employees, having prescribed qualifications and work experience for each work position, ensuring continuous operations of the company in accordance with the Law, business plan and business policy acts of that company.
- (3) Technical capacity shall be deemed as possession of spatial and technical capacities that ensure pursuing of insurance business in accordance with the Law, business plan and business policy acts of the insurance company.
- (4) Together with the request for issuing authorization to pursue insurance business and as evidence on organizational and personnel capacity, the proposed act on the internal organization and systematization of work positions and the planned schedule for staffing the work positions, which needs to accompany the planned increase of the scope of operations and the expansion of the organizational network of the company, shall be submitted.
- (5) As a proof of technical capacity, the insurance company shall submit the title deed, certified lease contracts, contracts on assignment of the right of use, leasing and other documents that evidence:
 - a) ownership or right of use on other basis of the business premises for pursuing insurance business, which fulfil requirements for performance of such activities as prescribed by the competent authority of local self-government and ensures adequate performance of business activities in accordance with the business plan;
 - b) possession of all required resources of information system (hardware and software components, communication and other equipment) that have a role in achieving the planned business objectives and fulfilment of technical standards in accordance with the planned number of employees and the nature, complexity and scope of business operations that the insurance company intends to pursue.
- (6) The insurance company that intends to pursue travel insurance activities referred to in Article 9 paragraph 1 item 18 of the Law, shall also submit a description of personnel and technical capacities, including qualifications of engaged health teams and quality of equipment used for fulfilment of obligations of the mentioned class of insurance.

IV Branch of Foreign Insurance Company

Application for Licencing Branch of Foreign Insurance Company

Article 18

Foreign insurance company that submits application for licencing a branch shall together with application submit documentation compiled in accordance with Article 2, Article 3 paragraphs 1 to 4 and 5 to 7, Articles 13 to 17 of this Rulebook.

Final Provisions

Article 19

As of the day this Rulebook enters into force, the Rulebook on the Detailed Requirements for Licensing Insurance Business Activities and Manner for Proving Fulfilment of such Requirements (Official Gazette of Montenegro, no 15/13) shall cease to have effect.

Article 20

This Rulebook shall enter into force on the eighth day after its publication in the *Official Gazette of Montenegro*.

Number: 01-346/5-22

Date: 1 June 2022

President of the Council

Uroš Andrijašević, m.p.

Questionnaires for Rulebook you can download [HERE](#).