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February 13, 2018

To the Management of:
Curacao & Bonaire Insurance Association
C/o Ennia Curaçao
Mr. Aichel Magdalena
Gosiraweg 6
Curaçao
amagdalen@ennia.com

Your ref.: -
Our ref.: MVE/ac/2018-0001483
Re: **Liability Adequacy Test (LAT)–ARAS 2017**

Dear Management:

We refer to the annual reporting requirements applicable to your institution which, next to the financial statements, require the submission of the Liability Adequacy Test.

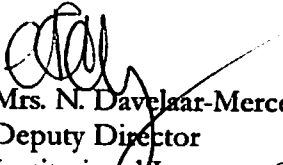
Please note that for the financial year-end 2017 reporting, your company is not required to make an adjustment to the technical provisions based on the ARAS LAT results. The ARAS LAT 2017 should be based on the September 2015 version of the LAT as available on the Bank's website. The Bank will only accept a LAT that is based on this guideline.

Furthermore, we inform you that the transitional period for complying with the homogeneous risk groups' requirement and for the temporary use of model points has come to an end. This means that your company is required to apply homogeneous risk groups in the 2017 LAT and use an interest rate term structure (RTS) or yield curve for the discounting of cash flows.

Finally, we remind you that the deadline for submitting the ARAS 2017 and LAT 2017 is June 30, 2018.

We hope to have informed you accordingly.

Sincerely,
Centrale Bank van Curaçao en Sint Maarten


Mrs. N. Davelaar-Mercelina
Deputy Director
Institutional Investors Supervision


Mr. M. Allen
Deputy Director
Investment Institutions & Trust Supervision