



CIRCULAR NO: 3/2013

ADDRESSED TO: ALL INSURERS, INSURANCE
BROKERS & INSURANCE AGENTS

SUBJECT: PROHIBITION ON THE PAYMENT OF
FUNERAL BENEFITS IN ANY OTHER
FORM OTHER THAN MONETARY
PAYMENTS TO THE INSURED OR DULY
NOMINATED AND/ OR APPOINTED
BENEFICIARY

EFFECTIVE DATE: 1 JUNE 2013

STATUTORY REFERENCE: SECTION 118(2) (b) of the INSURANCE ACT
2005 read with REGULATION 14(3) (i) OF
THE INSURANCE REGULATIONS, 2008

By issuing this circular, the Registrar of Insurance and Retirement Fund hereby declares the practice of issuing out funeral insurance benefits in any other form other than monetary payments to the insured or duly nominated and/or appointed beneficiary to be an undesirable practice.

With effect from **1 June 2013**, all funeral insurance benefits must be paid in monetary form for the full amount insured. No funeral related services offered or rendered shall be considered as payment in kind and should not detract from the full payment of the monetary value assured for.

All service providers and their intermediaries such as Insurers, Insurance Brokers and Insurance Agents shall ensure that all funeral insurance benefit payments are paid in full as per the monetary amount assured and that the amount is not diluted as a result of funeral services in kind offered to be rendered or rendered.


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REGISTRAR OF INSURANCE AND RETIREMENT FUNDS

SANDILE S. DLAMINI