



CBUAE prohibits a takaful insurer from issuing new insurance contracts

Abu Dhabi (2 October 2024): The Central Bank of the UAE (CBUAE) prohibited a takaful insurer operating in the UAE, from issuing or concluding new motor and health insurance contracts (including renewals), pursuant to article 33 of Federal Decree Law No (48) of 2023 Regarding the Regulation of Insurance Activities (the Insurance Law). The insurer remains liable for all rights and obligations arising from insurance contracts concluded before the decision of the prohibition.

This action comes as a result of the insurance company failure to meet the minimum capital requirement. The CBUAE has given the insurer a period of six months to remediate the solvency position and comply with its directions in this regard.

The CBUAE, through its supervisory and regulatory mandates, works to ensure that all insurers, their owners and staff abide by the UAE laws, regulations and standards adopted by the CBUAE to safeguard policyholders as well as the integrity of the insurance sector and the UAE financial system.

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