

Nov. 16, 2016
 File No.: 7800-00
 Ref. No.: 2141

To: All BC Insurers and Non-Federal Extra-Provincial Insurers Operating in BC

Re: Adoption of OSFI Guidelines and Amendments to FICOM Requirements for OSFI Guideline B-2

The purpose of this letter is to inform BC incorporated insurers and non-federal extra provincial insurers operating in BC that the Financial Institutions Commission (FICOM) has adopted the following supervisory guidelines issued by the Office of the Superintendent of Financial Institutions (OSFI):

No.	Subject	Life	P&C
<i>B-21</i>	Residential Mortgage Insurance Underwriting Practices and Procedures		X
<i>E-13</i>	Regulatory Compliance Management	X	X
<i>E-21</i>	Operational Risk Management	X	X
<i>E-22</i>	Margin Requirements for Non-Centrally Cleared Derivatives	X	X
N/A	Cyber Security Self-Assessment Guidance	X	X

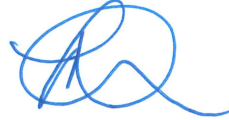
In addition, please note that FICOM’s requirements for OSFI guideline B-2 for both Life and P&C insurers under OSFI’s Prudent Person Approach have been amended. The re-issued adoption letter can be found [here](#), and the updated appendix table can be found [here](#).

All guidelines and amendments are effective immediately. FICOM acknowledges that the application of these guidelines will vary based on the insurer’s size, nature, complexity and inherent risks.

FICOM recognizes that insurers will require a period of time to implement the guidelines’ standards and principles.

If you have any questions regarding these guidelines and implementation, please contact your relationship manager.

Sincerely,

A handwritten signature in blue ink, appearing to be 'MA', with a stylized flourish extending to the right.

Melanie Achtemichuk
Executive Director, Policy and Approvals

MOB/db