

Based on Article 9 paragraph 1 indent 2 and Article 30 of the Law on Insurance Companies (Official Gazette of the Republic of Srpska, 17/05, 01/06, 64/06, 74/10, 47/17, and 58/19), and Article 18 paragraph 1 point 2 of the Statute of the Insurance Agency of Republic of Srpska (Official Gazette of Republic of Srpska, 2/15, 76/16, 89/19, and 35/21), at its session held on 27 December 2023, the Management Board of the Insurance Agency of the Republic of Srpska adopted the

## **DECISION ON TYPES OF INSURANCE**

### **I**

This Decision prescribes the types of insurance within the non-life insurance activities, types of insurance within the life insurance activities, distribution of risks by types of non-life and life insurance, classification by subtypes of insurance, and the conditions that risks must meet in order to be treated as associated risks to the basic risk of a particular type of insurance.

### **II**

#### **Types of non-life insurance**

Types of insurance within non-life insurance activities are divided into:

- 01 Accident insurance
- 02 Health insurance
- 03 Motor vehicle insurance excluding rail vehicles
- 04 Rail vehicle insurance
- 05 Aircraft insurance
- 06 Vessel insurance
- 07 Goods in transit insurance
- 08 Insurance of property against fire and natural disasters
- 09 Insurance against other property damage
- 10 Motor vehicle liability insurance
- 11 Aviation liability insurance
- 12 Vessel liability insurance
- 13 General civil liability insurance
- 14 Credit insurance
- 15 Guarantee insurance
- 16 Insurance against various financial losses
- 17 Legal expenses insurance
- 18 Assistance insurance.

### **III**

#### **Types of life insurance**

Types of insurance within life insurance activities are divided into:

- 19 Life insurance
- 20 Annuity insurance
- 21 Additional insurance with life insurance

- 22 Marriage insurance and birth insurance
- 23 Life insurance linked to investment funds
- 24 Tontine
- 25 Capitalization payment insurance
- 26 Management of group pension funds.

#### IV

#### **Distribution of risks by types of non-life insurance**

1) Risks of non-life insurance are grouped by types of non-life insurance as follows:

- 01 ACCIDENT INSURANCE covers workplace accidents and occupational diseases, i.e., it covers fixed cash benefits, payment of agreed cash benefits, compensation payments, or reimbursement of costs, a combination of the above two, and injuries to passengers.
- 02 HEALTH INSURANCE covers insurance in case of illness, injuries, and other accidents, i.e., it covers fixed cash benefits, payment of agreed cash benefits, compensation corresponding to the amount of damage, reimbursement of treatment costs, costs of supplying medicines and medical-technical aids, and a combination of the above two.
- 03 MOTOR VEHICLE INSURANCE EXCLUDING RAIL VEHICLES covers damage or loss on motor vehicles with motor drive and motor vehicles without motor drive.
- 04 RAIL VEHICLE INSURANCE covers damage or loss on rail vehicles.
- 05 AIRCRAFT INSURANCE covers damage or loss on aircraft.
- 06 VESSEL INSURANCE covers damages or losses to river, canal, lake, and sea vessels.
- 07 GOODS IN TRANSIT INSURANCE covers all damage or loss of goods in transit or luggage or other goods and belongings, regardless of the form of transport.
- 08 PROPERTY INSURANCE AGAINST FIRE AND NATURAL DISASTERS covers damage or loss of property, except property in types 03, 04, 05, 06, and 07, caused by fire, explosion, storm, natural disasters except storms, nuclear energy, and land subsidence.
- 09 INSURANCE AGAINST OTHER PROPERTY DAMAGE covers damage or loss of property, except property in types 03, 04, 05, 06, and 07, due to hail or frost/freezing, and the consequences of any event such as theft or consequences of other actions other than those mentioned in type 08.
- 10 MOTOR VEHICLE LIABILITY INSURANCE includes liabilities arising from the use of land motor vehicles under their own power, including carrier liability.
- 11 AVIATION LIABILITY INSURANCE includes civil liability arising from the use of aircraft, as well as carrier liability.
- 12 VESSEL LIABILITY INSURANCE (sea, lake, river, and canal vessels) includes types of liabilities arising from the use of ships, vessels, or boats on the sea, lakes, rivers, or canals, as well as carrier liability.
- 13 GENERAL CIVIL LIABILITY INSURANCE includes all liability insurance except liability insurance covered in types 10, 11, and 12.
- 14 CREDIT INSURANCE is a type of insurance where the insurer, in exchange for premium payment, covers the insured against loss that may be incurred as a result of default by one or more debtors to the insured, or covers the risk of non-payment (or late payment) due to general insolvency or other events (actions or acts), export credits and other risks related to exports, trade, or investments in foreign or domestic markets (relates to insurance of export credits not made on behalf or with the assistance of the state), credits paid in instalments, mortgage loans, agricultural loans, and other loans and credits.
- 15 GUARANTEE INSURANCE is a type of insurance where the insurer, in exchange for premium payment, guarantees on behalf of the insured the fulfilment of their contractual obligations, including: direct guarantees and indirect guarantees.

- 16 INSURANCE AGAINST VARIOUS FINANCIAL LOSSES covers risks of job loss, insufficient income (general), bad weather, lost profit, unforeseen general expenses, unforeseen business expenses, loss of market value, loss of rents/rental income, other business losses except those previously mentioned, other non-business financial losses (non-trading), and other forms of financial losses.
  - 17 LEGAL EXPENSES INSURANCE covers legal protection costs and costs of legal and other proceedings.
  - 18 ASSISTANCE INSURANCE includes assistance provided to individuals who encounter difficulties while traveling outside their permanent place of residence.
- 2) Classification by types of non-life insurance is provided in Annex 1, which is an integral part of this Decision.

## V

### **Distribution of risks by types of life insurance**

- 1) Risks of life insurance are grouped by types of life insurance as follows:
- 19 LIFE INSURANCE is insurance that covers risks of death, survival, death and survival simultaneously, critical illness, etc.
  - 20 ANNUITY INSURANCE is insurance of periodic income for a certain period or for life.
  - 21 ADDITIONAL INSURANCE WITH LIFE INSURANCE covers risks of death, partial or complete incapacity for work, hospitalization due to accident or illness, which are additionally contracted with life insurance.
  - 22 MARRIAGE INSURANCE AND BIRTH INSURANCE is insurance that covers the risk of marriage or reaching a predetermined age or birth.
  - 23 LIFE INSURANCE LINKED TO INVESTMENT FUNDS.
  - 24 TONTINE insurances are those in which associations of members are established to collectively capitalize their contributions and then distribute the funds thus collected to surviving members or beneficiaries of deceased members.
  - 25 CAPITALIZATION PAYMENT INSURANCE is based on actuarial calculations that undertake obligations of a certain duration and amount for lump-sum or periodic payments agreed in advance.
  - 26 MANAGEMENT OF GROUP PENSION FUNDS includes investment management, particularly of reserves paid by bodies providing compensation in the event of death or survival or in the event of cessation or reduction of work activity.
- 2) Classification by types of life insurance is provided in Annex 2, which is an integral part of this decision.

## VI

### **Associated risks**

- 1) An insurance company that has obtained a license for one type or group of types of non-life insurance can insure risks found in another type of insurance against losses or damages (associated risks) without obtaining a license to operate for those risks, provided that these risks are:
- related to the underlying risk,
  - related to the subject covered by the underlying risk,
  - covered by a contract insuring the underlying risk, and
  - lesser in relation to the underlying risk.
- 2) Risks included in types 14, 15, and 17 cannot be considered ancillary risks of other types.
- 3) Risks included in type 17 (legal expenses insurance) may be considered ancillary risks of type 18 if the conditions specified in paragraph 1 of this Article are met, and one of the following conditions is met:
- when the underlying risk relates solely to assistance provided to individuals encountering difficulties while traveling outside their permanent place of residence or
  - the insurance relates to disputes or risks arising from the use of maritime vessels or are related to them.

## VII

With the entry into force of this Decision, the Decision on types of insurance (Official Gazette of the Republic of Srpska, 57/06) and the Instructions for the implementation of the Decision on types of insurance (Official Gazette of the Republic of Srpska, 44/07) cease to be valid.

## VIII

This Decision shall enter into force on the eighth day from the day of publication in the Official Gazette of the Republic of Srpska.

Number: UO - 32/23  
27 December 2023  
Banja Luka

President  
of the Management Board  
Goran Račić

**Classification of risks by types of insurance**  
**-non-life insurance-**

<b>Type of insurance</b>	<b>Sub-type of insurance</b>
01 Accident insurance	01.01. Insurance of persons against consequences of accidents occurring in the course of their regular professional activity or outside of it 01.02. Insurance of persons against consequences of accidents in motor vehicles and in the course of performing special activities 01.03. Accident insurance of students and pupils 01.04. Special accident insurance of youth 01.05. Accident insurance of guests, visitors to performances, excursionists and tourists 01.06. Accident insurance of consumers, subscribers etc. 01.07. Other special accident insurances 01.08. Compulsory accident insurance of passengers in public transport 01.99. All other accident insurances
02 Health insurance	02.01. Additional health insurance 02.02. Supplementary health insurance 02.03. Private health insurance 02.99. All other voluntary health insurances
03 Motor vehicle insurance excluding rail vehicles	03.01. Full-coverage insurance of motor vehicles driven by their own engine power 03.02. Full-coverage insurance of motor vehicles not driven by their own engine power 03.99. All other full-coverage motor vehicle insurances excluding rail vehicles
04 Rail vehicle insurance	04.01 Full-coverage rail vehicles insurance 04.99 All other full-coverage rail vehicles insurances
05 Aircraft insurance	05.01 Full-coverage aircraft insurance 05.99 All other full-coverage aircraft insurance
06 vessels insurance	06.01 Full-coverage insurance of vessels in river and canal navigation 06.02 Full-coverage insurance of vessels in lake navigation 06.03 Full-coverage insurance of vessels in sea navigation 06.04 Full-coverage insurance of ships under construction 06.99 Other full-coverage insurance of vessels
07 Goods in transit insurance	07.01 Insurance of goods in maritime transport 07.02 Insurance of goods in air transport 07.03 Insurance of goods in land transport 07.04 Insurance of goods during storage 07.99 Other insurance of goods in transit
08 Insurance of property against fire and natural disasters	08.01. Insurance against fire and other perils outside industry and crafts 08.02. Insurance against fire and other perils in industry and crafts 08.03 Earthquake insurance 08.99 Other property insurance against fire and other hazards
	09.01 Insurance of machinery against breakage 09.02 Insurance against the risk of burglary and robbery 09.03 Glass breakage insurance 09.04 Insurance of household items 09.05 Insurance of buildings under construction

Type of insurance	Sub-type of insurance
	09.06 Insurance of buildings under assembly 09.07 Insurance of film companies 09.08 Insurance of things in mining pits 09.09 IT equipment insurance 09.10 Provision of stocks in cold stores 09.11 Insurance of crops and fruits 09.12 Animal insurance 09.99 Other property damage insurances
10 Motor vehicle liability insurance	10.01 Mandatory insurance of owners or users of motor vehicles against liability for damage caused to third parties (auto liability insurance) 10.02 Voluntary insurance of owners or users of motor vehicles against liability for damage caused to third parties 10.03 Carrier's liability insurance for goods during land transport 10.99 Other liability insurance for the use of motor vehicles
11 Aviation liability insurance	11.01 Mandatory insurance of owners or users of aircrafts against liability for damage caused to third parties 11.02 Voluntary insurance of owners or users of aircrafts against liability for damage caused to third parties 11.03 Carrier's liability insurance for goods during air transport 11.99 Other aviation liability insurance
12. Vessel liability insurance	12.01 Mandatory insurance of owners or users of sea, river, lake and canal vessels against liability for damage caused to third parties 12.02 Voluntary insurance of owners or users of sea, river, lake and canal vessels against liability for damage caused to third parties 12.03 Liability insurance of persons who repair vessels 12.04 Carrier's liability insurance for goods when transported by vessel 12.99 Other liability insurances for the use of vessels
13 General civil liability insurance	13.01. General liability insurance 13.02. Insurance of producers against liability for defective products 13.03. Contractual liability insurance of building contractors 13.04. Contractual liability insurance of installation contractors 13.05. Liability insurance of hazardous material owner during transport 13.06. Audit companies liability insurance 13.07. Actuaries liability insurance 13.08. Lawyers liability insurance 13.09. Doctors liability insurance 13.10. Design liability insurance 13.11. Liability insurance for public notaries 13.12. Insurance brokerage firms liability insurance

Type of insurance	Sub-type of insurance
	13.13 Freight forwarder's liability insurance in international traffic 13.14 Freight forwarder's liability insurance in domestic traffic 13.15 Railway liability insurance 13.16 Insurance of manufacturer's, seller's and supplier's guarantees 13.17 Film company liability Insurance 13.18 Liability insurance of project companies 13.19 Liability insurance for detective work and security work 13.20 Bankruptcy trustee's liability insurance 13.21 Liability insurance of court experts 13.99 All other general civil liability insurances
14 Credit Insurance	14.01 Insurance of monetary claims of the insured from legal and other entities 14.02 Insurance of claims of the insured in connection with approved consumer loans 14.03 Insurance of insured's claims in connection with approved housing loans 14.04 Insurance of receivables from financial leasing operations 14.05 Insurance of receivables from export business 14.99 Other loan insurances
15 Guarantee insurance	15.01 Guarantee insurance 15.99 All other guarantee insurances
16 Insurance against various financial losses	16.01 Insurance against stoppage of work due to fire perils 16.02 Insurance against stoppage of work due to breakage perils 6.03 Insurance of various events due to atmospheric precipitation 16.04 Insurance against damage arising from the purchase of currency counterfeits 16.05 Insurance against damage related to funds on citizens current accounts and payment and credit cards 16.06 Insurance against tourist travel cancellation risks 16.07 Financial loss insurance due to stoppage of work due to earthquake 16.99 All other various financial loss insurances
17 Legal expenses insurance	17.01 Lawyer expenses and other expenses for legal proceedings 17.99 All other legal expenses insurances
18 Assistance insurance	18.01 Assistance insurance while travelling outside the place of residence 18.99 All other travel assistance insurances

**Classification of risks by types of insurance  
– life insurance –**

<b>Type of insurance</b>	<b>Sub-type of insurance</b>
19 life insurance	19.01. Life insurance payable in the event of death 19.02. Endowment insurance 19.03. Life insurance payable in the event of death and endowment insurance (mixed insurance) 19.04. Term life insurance 19.05. Critical illness insurance 19.99. All other life insurances
20 annuity insurance	20.01 Personal life annuity insurance 20.02 Personal annuity insurance with a certain duration 20.99 Other annuity insurances
21 Additional insurance with life insurance	21.01 Additional insurance against the consequences of an accident in addition life insurance 21.02 Additional health insurance in addition to life insurance 21.99 Other additional personal insurances in addition to life insurance
22 Marriage insurance and birth insurance	
23 Life insurance linked to investment funds	23.01 Death insurance where the insured assumes the investment risk 23.02 Endowment insurance where the insured person assumes the investment risk 23.03 Life insurance in the event of death and survival (mixed insurance) where the insured assumes the investment risk 23.04 Life insurance where the insured assumes the investment risk with a guarantee of payment 23.99 Other life insurances where the insured assumes the investment risk.
24 Tontine	
25 Capitalization payment insurance	
26 Managements of group pension funds	