



Norsk Naturskadepool

Norwegian Natural Perils Pool

To member companies of the
Norwegian Natural Perils Pool

Circular 15/17

Oslo, 8 December 2017

NEW TERMS FOR SETTLEMENT THROUGH THE NATURAL PERILS POOL FROM 1 JANUARY 2018

We refer to Circular 14/17.

Please find enclosed the revised Terms for Settlement through the Natural Perils Pool to apply from 1 January 2018. In the event of any discrepancy between the Norwegian and English versions of the document, the Norwegian original takes precedence. Both can be found on our website.

Regulation No. 3420 of 21 December 1979 on Instructions for the Norwegian Natural Perils Pool has been amended with effect from 1 January 2018. The changes were adopted by the cabinet on 24 November 2017.

The rule that a building must be at least 60% damaged for the insured to be fully indemnified has been removed. There is now no requirement for a particular level of damage before the insured is to be indemnified as though the building were a total loss.

Member companies need to incorporate this change into their terms for natural damage. In the event that a company does not manage to amend its terms in time, we would remind you that the act and regulation take precedence over an insurer's own terms. Companies must therefore apply this change from 1 January 2018 even if they have yet to amend their own terms.

The change applies only to damage occurring after the revised regulation enters into force.

Yours faithfully
For the Norwegian Natural Perils Pool

Synnøve Folkvord
Principal Adviser

Enc:

Terms for Settlement through the Natural Perils Pool from 1 January 2018