

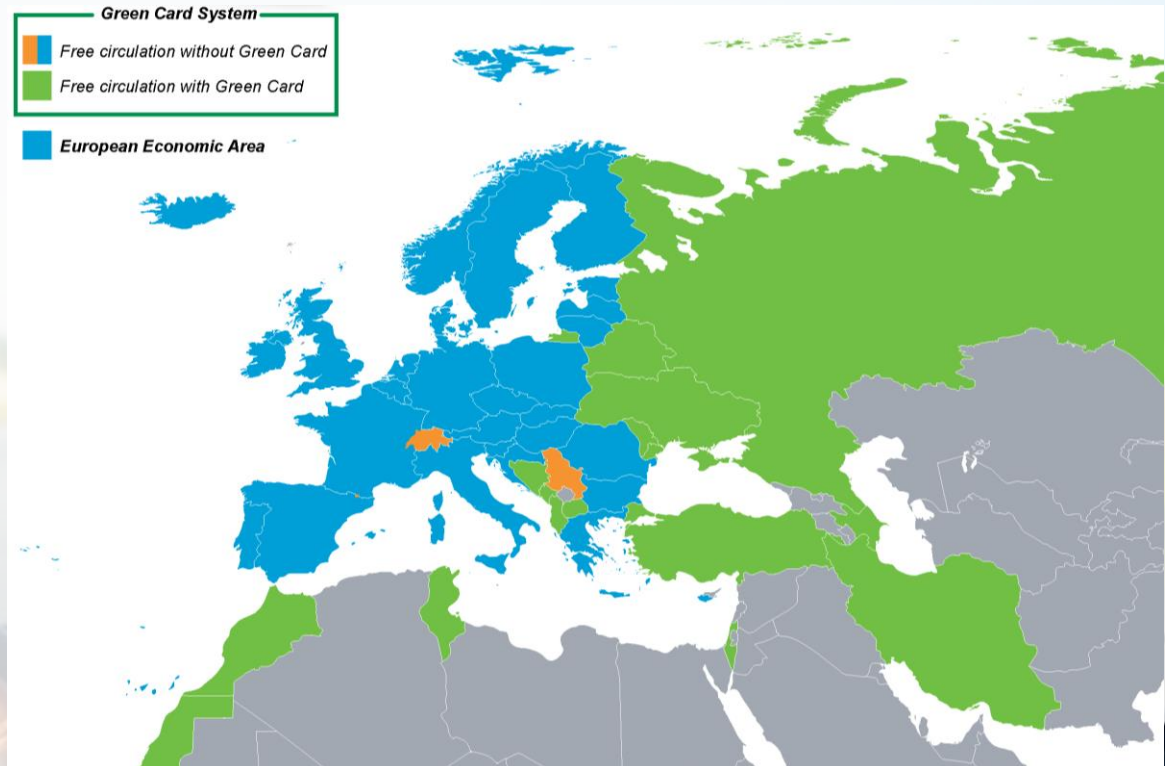
Annual Report of the Council of Bureaux

Greet Floré

Secretary General

The Green Card system

- 48 countries / 47 Bureaux
- Over 450 million vehicle fleet *
- More than 450 000 cross-border accidents annually **
- 1500+ insurers issuing Green Cards ***



* Data from CoB Member Bureaux and other sources, 2013-2015

** Data from CoB Member Bureaux, estimate, 2017

*** CoB data, 2017

Financial Stability - challenges

Challenges because of

- Huge differences regarding the limits of cover between the participating countries of the GC system (10.000,-€ versus unlimited) and in the compensation of claims
- Importing GC accidents versus Exporting GC accidents (net exporter – pressure on the solvency/liquidity of the National Bureaux and its MTPL market)
- The risk profile versus insufficient premium

Financial Stability - Additional challenges



- Very heavy dependence on MTPL (Green Card)
- Growing claims statistics / loss ratios
- Low-premium environments
- Market liberalisation initiatives
- Insolvencies, including cross-border
- Maturity of the markets and lack of long-term outlook (reserving, cross-border cooperation etc.)

Financial Stability

Follow up on the financial performance of the GC member countries via the 'Online Guarantee Call' (OGC) system

- Massive increase of OGCs (2018 : 7200 OGCs for 26 Mio compared to annual volumes of 1500-1800 for 5-7 Mio)
- Mainly related to one market (BG) and one undisciplined MTPL insurer
- Consequences for Handling Bureau being unable to recover their outlays, affecting their liquidity situation

Financial Stability

- RO – recently increase of OGCs
- MD – member since 1999 – nearly permanently under monitoring – final decision in 2020
- Islamic Republic of Iran – due to International sanctions – impossibility to execute payments -net exporter of accidents

Revised structure of the CoB

- Beside the GC system – the CoB provides secretarial and administrative support to the GF and CB of the EEA MS in the framework of the protection of foreign visitors (MID)
- In order to facilitate even more the international road traffic and the protection of victims of cross border accidents => started to integrate these bodies as members in the CoB structure

Revised Structure of the CoB

- Review of the Constitution
- Change in the management structure
- President will be replaced by a Presidential college (representative of MA Bureaux, a representative of a non EEA Bureaux and a representative of the GFs)
- Finalisation of the 'Articles of Association' and the 'Standard operational Procedure' at the latest mid December 2019
- EO GA of the Bureaux: 15 January 2020

Membership issues

The candidacy of the Armenian Bureau to become member is challenged by the particular position of Nagorno-Karabakh.

- Vehicle registration databases for vehicles originating from Armenia and Nagorno Karabakh => to be distinguished
- Impossibility to issue Armenian GC for vehicles originating from Nagorno Karabakh

Other countries that expressed a certain interest (Algeria, Georgia and Kazakhstan) =>

Status quo

Brexit - consequences

- Green card system
- Relation based on the existence of a GC – no real impact – only an adjustment on the Green Card (the territorial scope)
- Relation based on deemed insurance cover- 1st MID: can be extended with non-EEA countries (currently AND, CH, SRB, shortly also BiH and GB, after Brexit)
- Protection of Visitors (MID)
- Linked to EEA

[Optional for the Bureau: insertion of the Bureau's logo]

ORIGINAL

1. INTERNATIONAL MOTOR INSURANCE CARD 1. CARTE INTERNATIONALE D'ASSURANCE AUTOMOBILE 1. <i>the same as above in any national language of the "issuing" Bureau</i>						2. ISSUED UNDER THE AUTHORITY OF											
VALID						4. Country Code/Insurer's Code / Number / /											
3. FROM TO <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 10%;">Day DD</td> <td style="width: 10%;">Month MM</td> <td style="width: 10%;">Year [Optional YY or YYYY]</td> <td style="width: 10%;">Day DD</td> <td style="width: 10%;">Month MM</td> <td style="width: 10%;">Year [Optional YY or YYYY]</td> </tr> </table> (Both Dates Inclusive)						Day DD	Month MM	Year [Optional YY or YYYY]	Day DD	Month MM	Year [Optional YY or YYYY]						
Day DD	Month MM	Year [Optional YY or YYYY]	Day DD	Month MM	Year [Optional YY or YYYY]												
5. Registration No. (or if none) Chassis or Engine No.						6 Category of Vehicle (*)		7. Make of Vehicle									
8. TERRITORIAL VALIDITY This card is valid in Countries for which the relevant box is not crossed out (for further information, please see www.cobx.org) In each country visited, the Bureau of that country guarantees, in respect of the use of the vehicle referred to herein, the insurance cover in accordance with the laws relating to compulsory insurance in that country. <u>For the identification of the relevant Bureau, see reverse side.</u>																	
A	B	BG	CY (**)	CZ	D	DK	E	EST	F	FIN							
GR	H	HR	I	IRL	IS	L	LT	LV	M	N							
NL	P	PL	RO	S	SK	SLO	CH	AL	AND	AZ (**)							
BIH	BY	GB	IL	IR	MA	MD	MK	MNE	RUS	SRB (**)							
TN	TR	UA															
(**) The cover provided under Green Cards issued for the Republics of Azerbaijan, Cyprus and Serbia is restricted to those geographical parts of these countries which are under the control of their respective governments. For more information, please consult http://gc-territorial-validity.cobx.org																	

9. Name and Address of the Policyholder (or User of the vehicle)	
10. This Card has been issued by: <ul style="list-style-type: none"> • Name of the Insurer: • Address of the Insurer [Optional for the insurer: <ul style="list-style-type: none"> • Logo of the company • Phone &/or Fax number(s) • Homepage • E-mail address] 	11. Signature of Insurer

Useful Information [optional for the national markets to indicate additional information]

(*) CATEGORY OF VEHICLES CODE:

A	CAR	C	LORRY OR TRACTOR	E	BUS	G	OTHERS
B	MOTORCYCLE	D	CYCLE FITTED WITH AUXILIARY ENGINE	F	TRAILER		

Data Protection Issues

- Data exchange between EEA Insurers and non EEA Bureaux
- Guidelines have been drafted (with mainly reference to the art 49(1) § 1 and § 2 of the GDPR)

International Motor Insurance certificate

- Last year's decision of **SC1**: “ *to abolish the requirement to print Green Cards in green colour and to issue them in PDFs in black and white*”
- **GA 2019** – authorises National Bureau on a ‘voluntary’ basis to issue the IMIC in black and white in PDF format , and to send it electronically (via e-mail) to their policyholders
 - National Bureau wishing to keep the IMIC printed on green paper will not be hindered in doing so BUT should accept the printed black on white IMICs from visiting motorist
 - enter into force 01/07/2020

International Motor Insurance Certificate

- Adjustment of the Internal Regulation &
- Format of the IMIC

The rear page of the GC, listing the contact details of all National Bureaux, has become optional since this list can also be consulted via the website of the CoB

MID – REFIT

- The EC published a public consultation regarding the REFIT review of Directive 2009/103/EC on Motor Insurance on 28/07/2017
- COB as a technical organisation in this field, formulated replies to questions of interest (Protection of injured parties when a cross border insurer is insolvent; Minimum amounts of cover; Deemed insurance and insurance checks; transfer of vehicles from one MS to another; etc..)
- The EC published its proposal for amendment of the MID on 24/05/2018
- The EP adopted amendments to the EC proposals on 13/02/2019 and referred the proposal for inter-institutional negotiations.
- CoB is currently considering a position paper on the EP amendments

Thank you for your attention!

www.cobx.org