



Bank of Namibia



NOTICE

Multiple Cession of Life Covers

Banks and Insurers can now accommodate multiple cessions on a single life insurance cover. It is not necessary to cede the entire value of the policy, if the insurance policy is sufficient to serve as a collateral/security for different facilities acquired by the policyholder. The policyholder can choose to only cede part of the policy cover commensurate with the credit facility obtained.

We trust that this practice will bring relief to individuals since it will no longer be required to take multiple life covers, if a single life cover can serve as security for various credit facilities extended by lenders. Consequently, Banking institutions and other lenders no longer require that the original policy document be handed over to the institution for the duration of the loan period.

The Bank of Namibia and NAMFISA wishes to thank the banking institutions and registered insurers for their willingness and commitment to implement multiple cessions of a single insurance policy.

Should you have any queries, please contact the relevant financial institutions;

Strategic Communications and International Relations Department of the Bank of Namibia,
Tel: (061) 283 5114, Fax: (061) 283 5546 or email: info@bon.com.na

Or

NAMFISA Corporate Communication Division,
Tel: (061) 290 5000, Toll Free: 0800 290 500 or email: info@namfisa.com.na