



Islamic Republic of Afghanistan  
Ministry of Finance  
General Directorate of Insurance Affairs (GDIA)



Brief overview of Insurance Sector  
of Afghanistan

Kabul, 16 April  
2018



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# Introduction

- ❖ This presentation will give an overview about the insurance industry in Afghanistan
- ❖ It also provides a snapshot of insurance services by domestic insurance companies and investment opportunities in Afghanistan
- ❖ It also provides an overview of the facilities given by the government of the Islamic Republic of Afghanistan to attract foreign investments in the insurance sector



# Key Facts about Afghanistan

- ❖ Population: 29 million
- ❖ Population under age of 25 years: 18.5 million (63.7%) --  
UNFPA Afg
- ❖ GDP: USD 19.3 billion (2017)
- ❖ GDP Growth: 3.60 % (2017)



# History and Introduction to the Insurance Industry in Afghanistan

- ❖ The insurance activities in Afghanistan commenced since 1957
- ❖ Privatization process started and private sector players entered in 2007
- ❖ The General Directorate of Insurance Affairs (GDIA), a regulatory body under the Ministry of Finance, regulates, supervises and works towards the development of insurance sector in Afghanistan
- ❖ The GDIA facilitates public and private investments in insurance sector, improve customer awareness and protection, enhancing market stability, and market development
- ❖ GDIA develops the Regulatory Framework (Laws



# GDIA's Vision & Mission

## VISION

A stable, secure and well-developed insurance authority that is accountable, transparent and responsive to the needs of the stakeholders.

## MISSION

To achieve a secure economic and social life, with a developed insurance industry, creating education and awareness among people in the country about insurance, with a vibrant insurance sector through foreign and domestic investments, which brings accessible insurance for everyone.



# Insurance Providers in Afghanistan



Afghan National Insurance Company (ANIC) -- *since 1962*



Insurance Corporation of Afghanistan -- *since 2007*



Afghan Global Insurance -- *since 2010*



Sky International Insurance -- *since 2016*



Mellat Insurance -- *(Travel insurance only)*



Razi Insurance -- *(Travel insurance only)*

- ❖ Insurers have operations across the country in 24 provinces and bordering areas
- ❖ Nearly 28 non-life insurance products are available, except life insurance



# Common Insurance Policies in Afghanistan

Currently, the following types of general insurance products are available in Afghanistan.

1. Aviation
2. Cargo
3. Construction Engineering All Risk
4. Defense Based Act
5. Personal Accident
6. Professional Indemnity
7. Property Business Interruption
8. Political Risk
9. General Third Party Liability
10. Bankers Blanket Bond
11. Construction Plant Equipment
12. Cash In Transit and Premises
13. Fine Art
14. Employers Liability
15. Fleet Motor
16. Health Insurance
17. Travel Insurance
18. Work compensation insurance
19. Terrorism political violence insurance
20. Marin – cargo insurance
21. Group personal accident insurance
22. Fire property insurance
23. Commercial general liabilities insurance
24. Business interruption
25. Mining power energy
26. Labilities
27. Personal accident
28. Emergency evacuation





# Insurance Sector's Performance (last 3 years)

Figures: Million  
Currency : USD

		2014	2015	2016
1	Gross written premium	\$9,272,356	\$9,346,613	\$13,655,180
2	Gross claims	\$1,425,869	\$1,307,420	\$0.244,590
3	Profit before Tax	\$0.152,943	\$0.167,727	\$0.489,534
4	Profit after Tax	\$0.115,544	\$1,370,204	\$0.149,545



# Licensing Areas

- ❖ General insurance companies
- ❖ Life insurance companies
- ❖ Brokers
- ❖ Agents
- ❖ Surveyors
- ❖ Loss adjusters
- ❖ Audit companies
- ❖ Insurance consultants





# Conclusion/ Suggestions

- ❖ The GDIA aims to establish close relations with the insurance sector of foreign countries
- ❖ Aiming to become member of the International Association of Insurance Supervisors
- ❖ Invitations is to investors from all friendly countries to invest in insurance sector in Afghanistan
- ❖ Support for the private sector through the use of insurance services provided by the domestic insurance companies
- ❖ Encouragement for local insurance policies to be purchased from Afghan licensed insurance companies, in accordance with the legal requirements.



# Thank you

for further information and communication:

Musa Kamawi DG Insurance Affair MoF

[musa.kamawi@mof.gov.af](mailto:musa.kamawi@mof.gov.af)

[Insurance@mof.gov.af](mailto:Insurance@mof.gov.af)

Contact: 020105956

0700458070