ABILL

FOR

AN ACT TO AMEND THE INSURANCE ACT AND TO SET MINIMUM LIMIT OF COMPENSATION IN THE EVENT OF DEATH, INJURY OR LOSS OF PROPERTY OF THIRD PARTIES WITH RESPECT TO INSURANCE OF PUBLIC BUILDINGS AND BUILDINGS UNDER CONSTRUCTION AND FOR RELATED MATTERS

Sponsored by Hon. Lovette Ederin Idisi

Commencement ENACTED by the National Assembly of the Federal Republic of Nigeria: 1. The Insurance Act (in this Bill referred to as the "Principal Act") 1 Amendment of the Insurance 2 is amended as set out in this Bill. Act, 2003 2. Section 64 of the Principal Act is amended by substituting for 3 Amendment of Section 64 of the the existing subsection (3) a new subsection "(3)": Principal Act 4 "(3) A person who contravenes subsection (1) of this section 5 commits an offence and on conviction shall be liable to: 6 (a) A fine of N500,000 or imprisonment for three years or both; 7 (b) Payment of the sum of N1,000,000 in respect of injury; and 8 (c) Unlimited liability in respect of death," 9 3. Section 65 of the Principal Act is amended by inserting after the 10 Amendment of Section 65 of the existing subsection (4), a new subsection "(4)": Principal Act 11 "(4) the limit of the liability for the insurance taken out pursuant to 12 subsection (3) of this section shall be: 13 (a) In respect of death, unlimited; 14 (b) In respect of injury, N1 million; and 15 (c) In respect of damage to property, N1,000,000". 16 4. This Bill may be cited as the Insurance Act (Amendment) Bill, 17 2018. 18

EXPLANATORY MEMORANDUM

This Bill seeks to amend the Insurance Act 2003, to set minimum limit of compensation in the event of death, injury or loss of property of third parties with respect to insurance of public buildings and buildings under construction.