Key Facts About the Ethiopian Insurance Fund

- The Fund protects both depositors of both Banks and MFIs
- The Board has seven members and a CEO appointed by the PM.
- All member financial institutions are required to make an initial premium payment which will be considered the initial capital of the Fund.
- The Government contributes 200 Million burr to the initial capital of the Fund.
- All member financial institutions have to pay an annual premium of 0.3% of their average deposits to the Fund.
- The Fund's resources can be used for capital expenditure and recurrent expenses of the Fund; refund of insured deposits to depositors of failed financial institutions; investment in government securities issued or securities guaranteed by the government; or any other investment mode as approved by the Fund; or Servicing of loans used by the Fund for paying insured deposits.

- An insurance event occurs when the National Bank announces the revocation of a business license of a failed financial institutions and the Fund undertakes to pay the insured deposits

- An insurable deposit money includes all deposits except:

    -Deposits of an insurer, a capital goods lease company or another financial institution,

    -Deposits money of Government or an agency of the government;

    -Deposits of an influential shareholder, a director, or a CEO, senior executive officer of a financial institution and/or spouse or close relative of usch shareholder,

    -Deposits of an external Auditor,

    -Deposits frozen by the court order

- The coverage limit of the Fund is to be set by the Board, however, may not be less than 100,000 birr

- Repayment to depositors will end no later than 90 days from the day of occurrence of the insurance event.