

INSURANCE ACT
(CHAPTER 142, SECTIONS 8A, 11, 14A, 36(1), 56A(3) AND 64)

INSURANCE (AUTHORISED REINSURERS) REGULATIONS

ARRANGEMENT OF REGULATIONS

Regulation

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[1st January 2004]

Citation

1. These Regulations may be cited as the Insurance (Authorised Reinsurers) Regulations.

Definitions

2.—(1) In these Regulations, unless the context otherwise requires —

“claim liabilities”, in relation to an authorised reinsurer, means the obligation of the authorised reinsurer, whether contractual or otherwise, to make future payments in relation to all claims incurred during a financial year (other than payments which have fallen due for payment during the financial year) in respect of policies issued by the authorised reinsurer under

the Act, whether or not they have been reported to the authorised reinsurer, and includes expenses that the authorised reinsurer expects to incur in settling these claims;

“gross liabilities incurred in respect of policies issued”, in relation to an authorised reinsurer, means the sum of the claim liabilities and the premium liabilities in respect of policies issued by the authorised reinsurer under the Act without deduction for reinsurance;

“gross premiums written” means the amount of premiums written without deduction for reinsurance;

“premium liabilities”, in relation to an authorised reinsurer, means the obligation of the authorised reinsurer, whether contractual or otherwise, to make future payments in relation to all claims incurred after the end of a financial year in respect of policies issued by the authorised reinsurer under the Act, and includes expenses that the authorised reinsurer expects to incur in administering the policies and settling the relevant claims.

Requirement before authorisation

3. The Authority shall not authorise any applicant under section 34 of the Act unless the applicant has made a deposit, in respect of each class of business for which it has applied to be authorised, which conforms with regulation 4(1) and (2).

[S 232/2013 wef 18/04/2013]

Reinsurance deposit

4.—(1) For the purposes of section 34D of the Act and subject to paragraph (3), the reinsurance deposit to be maintained by an authorised reinsurer in respect of each class of business for which it is authorised shall be an amount not less than \$2 million or, where allowed by the Authority, its equivalent in foreign currency in the form of Singapore dollar fixed deposits or foreign currency fixed deposits with a bank licensed under the Banking Act (Cap. 19).

[S 232/2013 wef 18/04/2013]

(2) Deposits made by an authorised reinsurer under paragraph (1) shall be in the name of the Authority.

(3) Every authorised reinsurer shall, not later than 7 months after the end of each financial year, make and maintain with the Authority such additional deposit, if any, as is necessary to secure that the aggregate value of the deposit referred to in paragraph (1) shall be —

- (a) \$2 million;
- (b) 30% of the gross premiums written in respect of policies issued by the authorised reinsurer under the Act in that financial year; or
- (c) 30% of the gross liabilities incurred in respect of policies issued by the authorised reinsurer under the Act as at the end of that financial year,

whichever is the highest.

(4) The Authority shall retain any deposit made under paragraphs (1) and (3) until it is satisfied that the authorised reinsurer has ceased to provide reinsurance of liabilities under insurance policies to persons in Singapore.

(5) If the Authority is satisfied that the authorised reinsurer has ceased to provide reinsurance of liabilities under insurance policies to persons in Singapore, the Authority shall transfer to the authorised reinsurer the deposits made under paragraphs (1) and (3) less any amount that the Authority determines should be kept available for the purpose of meeting claims against the authorised reinsurer in respect of policies issued by the authorised reinsurer under the Act.

(6) An authorised reinsurer which has made any deposit under section 34D of the Act may, at any time, substitute for any asset comprised in the deposit such other assets as the Authority may specify so long as the deposits are not thereby reduced to an amount below that which is required under paragraphs (1) and (3).

[S 232/2013 wef 18/04/2013]

(7) If the authorised reinsurer goes into liquidation or is dissolved at its place of incorporation or origin —

- (a) it shall immediately notify the Authority; and

(b) the Authority shall pay the balance of the deposits made under paragraphs (1) and (3), if any, to the liquidator of the authorised reinsurer after paying any debt or meeting any claim against the authorised reinsurer in respect of policies issued by the authorised reinsurer under the Act.

(8) The Authority may appoint any person to perform any of its functions under paragraphs (5) and (7)(b).

(9) For the purposes of paragraphs (5) and (7)(b), the costs and expenses of appointing any person under paragraph (8) shall be paid in priority to any claim against the authorised reinsurer, and all claims against the authorised reinsurer in respect of policies issued by the authorised reinsurer shall rank equally between themselves.

Disclosure by authorised reinsurer

5. No authorised reinsurer shall invite any person in Singapore to make an offer or a proposal to enter into a contract of reinsurance without disclosing to the person the following:

- (a) its authorisation status and the class of business for which it is authorised;
- (b) that it is supplying the reinsurance service from outside Singapore and that it has no commercial or physical presence in Singapore; and
- (c) that it is subject to limited oversight by the Authority and is required to comply with authorisation requirements, and not licensing requirements, under the Act.

[S 232/2013 wef 18/04/2013]

Requirements as to statements of capital

6. Where a notice, an advertisement or other official publication of a corporation authorised under section 34 of the Act which is made to or directed at persons in Singapore —

- (a) contains a statement of the authorised share capital of the corporation; and
- (b) does not contain a statement of how much of that share capital has been subscribed and how much is paid up,

the corporation shall be guilty of an offence and shall be liable on conviction to a fine not exceeding \$25,000.

[S 232/2013 wef 18/04/2013]

Arrangements affecting control of authorised reinsurers

7.—(1) Every authorised reinsurer shall immediately inform the Authority of any change of a person having control of the authorised reinsurer.

(2) For the purposes of this regulation, section 34B(9) of the Act shall apply with the necessary modifications.

[S 232/2013 wef 18/04/2013]

Returns and audit

8.—(1) The forms mentioned in this regulation are those set out in the Schedule.

(2) An authorised reinsurer shall prepare and lodge with the Authority for each financial year —

- (a) where the authorised reinsurer is authorised as a general reinsurer, a statement, which shall be in Form 1, giving particulars as to premiums, claims and commissions in respect of its general business;
- (b) where the authorised reinsurer is authorised as a life reinsurer, the following statements in respect of its life business:
 - (i) a statement, which shall be in Form 2, giving particulars as to premiums, claims and commissions; and
 - (ii) a statement, which shall be in Form 3, giving particulars on the issue of new policies, and movements in claims and other items during that financial year, and the business in force as at the end of that financial year;
- (c) a statement, which shall be in Form 4, on the reinsurance deposit required under section 34D of the Act;

[S 232/2013 wef 18/04/2013]

- (d) in respect of the authorised reinsurer's global business operations —
- (i) a balance-sheet, which shall be in Form 5, as at the end of that financial year; and
 - (ii) a profit and loss statement, which shall be in Form 6; and
- (e) information on the authorised reinsurer's external auditor, containing the particulars set out in Form 7 —
- (i) for each financial year; or
 - (ii) if there is a change in its external auditor.

(3) The statements for any financial year referred to in paragraph (2)(a), (b), (c), (d) and (e)(i) shall be based on the annual audited financial statements of the authorised reinsurer with respect to that period.

(4) The documents to be lodged with the Authority under this regulation for any financial year of an authorised reinsurer shall be accompanied by the annual audited report of the authorised reinsurer with respect to that period, including the audited financial statements and the auditor's opinion on the financial statements.

(5) Where any report or statement referred to in paragraph (4) is in a language other than English, the copy required by that paragraph shall be in English and shall be certified to be a true translation of the original by the translator.

(6) If the authorisation of an insurer has been withdrawn under section 34B of the Act, this regulation shall, unless the Authority otherwise directs, continue to apply in relation to the insurer in respect of matters that occurred before the withdrawal, as if his authorisation had not been withdrawn.

[S 232/2013 wef 18/04/2013]

Submission and signatures of returns, reports and statements

9.—(1) Unless the Authority otherwise agrees, a document to be lodged or submitted by an authorised reinsurer under the Act shall be

lodged or submitted by sending to the Authority the number of copies as directed by the Authority.

(2) At least one of the copies of any document referred to in paragraph (1) shall be signed by 2 directors, and the chief executive officer, of the authorised reinsurer.

(3) Unless otherwise allowed by the Authority, a document to be lodged or submitted by an authorised reinsurer shall be lodged or submitted within 6 months after the end of the financial year to which the document relates.

(4) The information on external auditors to be submitted under regulation 8(2)(e)(ii) shall be submitted within 2 months after the effective date of the change.

(5) A document lodged by an authorised reinsurer shall be in English, and shall be printed or, with permission of the Authority, produced by other mechanical means approved by it.

(5A) A document to be lodged by an authorised reinsurer under regulation 8(2)(a) to (d) shall be lodged by electronic means using the electronic facility approved by the Authority and in such form as may be specified by the Authority.

[S 232/2013 wef 18/04/2013]

(6) In this regulation, “chief executive officer” means any person, by whatever name described, who is —

- (a) in the direct employment of, or acting for, or by arrangement with an authorised reinsurer; and
- (b) directly responsible for the conduct of any type of business of the authorised reinsurer.

Annual fee

10.—(1) For the purposes of section 34A(1) of the Act, the prescribed annual fee is \$10,000 in respect of each class of business authorised by the Authority.

(2) The annual fee mentioned in paragraph (1) must be paid to the Authority on or before the date specified by written notification sent by the Authority.

(3) Payment of the annual fee mentioned in paragraph (1) must be made —

- (a) through an electronic funds transfer system, designated by written notification sent by the Authority, where payment may be made by directing the transfer of funds electronically from the bank account of the payer to a bank account notified by the Authority; or
- (b) in any other form or manner that the Authority allows.

[S 1095/2020 wef 31/12/2020]

Use of words “authorised reinsurer”, etc.

11. An authorised reinsurer shall not —

- (a) use any word, other than the words “authorised reinsurer” or any of its derivatives in any language, to indicate that it carries on the business of providing reinsurance, as principal and as an insurer, to persons in Singapore, from outside of Singapore; or
- (b) make any representation to such effect in any bill head, letter paper, notice, advertisement or in any other manner.

Non-applicability of extra-territoriality of Act

12. Section 56A of the Act (read with section 3 of the Act) shall not apply in the following circumstances:

- (a) where a reinsurance arrangement is entered into between a licensed insurer which is incorporated outside Singapore (other than a captive insurer) and its head office outside Singapore;

[S 232/2013 wef 18/04/2013]

- (b) where a reinsurance arrangement is entered into between a licensed insurer (other than a captive insurer) and its related corporation which —
 - (i) is incorporated outside Singapore;
 - (ii) is not a licensed insurer; and

(iii) satisfies such criteria as the Authority may, by directions, specify;

[S 232/2013 wef 18/04/2013]

(c) where a reinsurance arrangement is entered into between a licensed insurer licensed as a captive insurer and an unlicensed insurer; or

[S 232/2013 wef 18/04/2013]

(d) where —

(i) a reinsurance arrangement is entered into between the head office or a related corporation of a licensed insurer and an unlicensed insurer; and

[S 232/2013 wef 18/04/2013]

(ii) the reinsurance arrangement covers the whole or part of the insurance business of the head office or the related corporation, as the case may be, in 2 or more countries or territories including Singapore.

Saving for validity of policies

13. A contravention of any requirement of the Act or these Regulations does not affect the validity or enforceability of any policy.

THE SCHEDULE

THE SCHEDULE — *continued*

Regulation 8 (2)

INSURANCE ACT
(CHAPTER 142)

INSURANCE
(AUTHORISED REINSURERS)
REGULATIONS

RETURNS TO BE LODGED BY AUTHORISED REINSURERS
(SINGAPORE BUSINESS) (FORMS 1 TO 4)

FORM RELATING TO GENERAL BUSINESS ONLY
(FORM 1)

NAME OF INSURER _____

FORM 1 — STATEMENT OF PREMIUMS, CLAIMS AND COMMISSIONS IN RESPECT OF GENERAL BUSINESS
FOR PERIOD FROM _____ TO _____

Co Code	Year	Month
<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>

S\$

Particulars	Row No.	Marine and aviation			Property		Casualty and others			Total
		Cargo	Hull and liability		Motor	Engineering CAR/EAR	Liability and others			

THE SCHEDULE — continued

A. PREMIUMS													
1	Gross premiums												
2	Less: Reinsurance business ceded												
3	Net premiums written (1-2)												
4	Net premium liabilities at beginning of period												
5	Net premium liabilities at end of period												
6	Premiums earned during the period (3+4-5)												
B. CLAIMS													
7	Gross claims												
8	Less: Recoveries from reinsurance business ceded												
9	Net claims paid (7-8)												
10	Net claim liabilities at end of period												
11	Net claim liabilities at beginning of period												
12	Net claims incurred (9+10-11)												
C. DISTRIBUTION EXPENSES													
13	Commissions paid												

THE SCHEDULE — *continued*

Reinsurance commissions	14							
Net commissions incurred (13-14)	15							
Other distribution expenses	16							
Total distribution expenses (15+16)	17							
D. UNDERWRITING RESULT AFTER DISTRIBUTION EXPENSES								
Gross underwriting gain/(loss) (6-12-17)	18							

Names and signatures of: _____
Director

Director

Chief Executive Officer

Date: _____

THE SCHEDULE — *continued**Instructions for completing Form 1*

1. All amounts shown in this return are to be rounded up to the nearest dollar. Negative amounts shall be reported in “()”.

2. For the purpose of risk classification, where separate figures for each class of business are not available, as in a combined policy covering several classes of risks, the premiums may be shown under the predominant class of risk.

3. Property insurance is insurance against risks of loss of or damage to, material property, excluding certain types of loss, which by law or custom are considered as falling exclusively within the scope of marine, aviation and transport insurance, motor vehicle insurance or miscellaneous accident insurance.

4. “Casualty and Others” refers to insurance covering loss or liability arising from accident or mishap, excluding certain types of loss which by law or custom are considered as falling exclusively within the scope of other types of insurance such as property or marine.

5. “Gross premiums” refers to gross premiums received or receivable including portfolio premiums, after deduction of discounts and return premiums, which have been entered into the books of the insurer during the period. Commissions shall not be deducted from gross premiums.

6. “Reinsurance business ceded” refers to premiums paid or payable on reinsurance ceded during the period. It includes portfolio premiums in respect of ceded business.

7. “Net premiums written” refers to the net amount of premiums after deduction of return premiums and payments in respect of reinsurance business ceded.

8. “Gross claims” refers to claims paid, including portfolio losses and medical and legal expenses incurred directly in settlement of claims paid during the period, net of recoveries from salvages. It includes changes in outstanding claims. Outstanding claims refer to claims which have been approved by the company for payment but not yet paid, and include expenses associated with the settlement of such claims.

9. “Recoveries from reinsurance business ceded” refers to reinsurance recoveries received or receivable from reinsurance in respect of claims paid, including portfolio losses, during the period.

10. “Net claim liabilities” includes provisions set up for claims reported but not yet determined, claims incurred but not reported (IBNR), claims incurred but not enough reported (IBNER), as well as all expenses associated with the settlement of such claims. Net claim liabilities should be reported net of any recoveries received or receivable from reinsurance.

11. “Distribution expenses” includes all direct costs such as commissions and bonuses, and all indirect costs of benefits and services provided by the insurer in the distribution of its products. It shall include reinsurance commissions.

THE SCHEDULE — *continued*INSURANCE ACT
(CHAPTER 142)INSURANCE
(AUTHORISED REINSURERS)
REGULATIONSRETURNS TO BE LODGED BY AUTHORISED REINSURERS
(SINGAPORE BUSINESS) (FORMS 1 TO 4)FORM RELATING TO LIFE BUSINESS ONLY
(FORMS 2 to 3)

NAME OF INSURER _____

FORM 2 — STATEMENT OF PREMIUMS, CLAIMS AND
COMMISSIONS IN RESPECT OF LIFE BUSINESS
FOR PERIOD FROM _____ TO _____

Co Code

--	--	--	--	--	--

Year

--	--	--	--

Month

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<i>Particulars</i>	<i>Row No.</i>	<i>S\$</i>
Premium revenue	1	
Less: Outward reinsurance premiums	2	
Net premiums (1–2)	3	
Gross claims	4	
Less: Reinsurance recoveries	5	
Net claims (4–5)	6	
Net policy liabilities at end of period	7	
Net policy liabilities at beginning of period	8	
Increase (decrease) in policy liabilities (7–8)	9	
Commissions	10	
Reinsurance commission	11	
Other distribution expenses	12	
Total distribution expenses (10+11+12)	13	

THE SCHEDULE — *continued*

Names and signatures of: _____
Director *Director* *Chief Executive Officer*

Date: _____

Instructions for completing Form 2

1. All amounts shown in this return are to be rounded up to the nearest dollar. Negative amounts shall be reported in “()”.

2. “Premium revenue” refers to gross premiums received or receivable including portfolio premiums, after deduction of discounts and return premiums, which have been entered into the books of the insurer during the period. Commissions shall not be deducted from gross premiums.

3. “Outward reinsurance premiums” refers to premiums paid or payable on reinsurance ceded during the period. It includes portfolio premiums in respect of ceded business.

4. “Net premiums” refers to the net amount of premiums after deduction of return premiums and payments in respect of reinsurance business ceded.

5. “Distribution expenses” includes all direct costs such as commissions and bonuses, and all indirect costs of benefits and services provided by the insurer in the distribution of its products. It shall include reinsurance commissions.

Regulation 8 (2)

INSURANCE ACT
(CHAPTER 142)

INSURANCE
(AUTHORISED REINSURERS)
REGULATIONS

RETURNS TO BE LODGED BY AUTHORISED REINSURERS
(SINGAPORE BUSINESS) (FORMS 1 TO 4)

FORM RELATING TO LIFE BUSINESS ONLY
(FORMS 2 to 3)

NAME OF INSURER _____

FORM 3 — STATEMENT OF LIFE REINSURANCE POLICIES
FOR PERIOD FROM _____ TO _____

Co Code	Year	Month

THE SCHEDULE — *continued*

<i>Particulars</i>	<i>Row No.</i>	<i>Sum insured</i>	<i>Premiums</i>	
			<i>Single</i>	<i>Other</i>
A. New Business				
Life (Risk premium)	1			
Life (Coinsurance)	2			
Accident and health	3			
Disability income	4			
Portfolio cover	5			
Financial reinsurance	6			
Other reinsurance	7			
Total (1 to 7)	8			
Annuities only	9			
B. Net Movements				
Life (Risk premium)				
Claims	10			
Others	11			
Life (Coinsurance)				
Claims	12			
Others	13			
Accident and health				
Claims	14			
Others	15			
Disability income				
Claims	16			
Others	17			
Portfolio cover				
Claims	18			
Others	19			
Financial reinsurance				
Claims	20			

THE SCHEDULE — *continued*

Others	21			
Other reinsurance				
Claims	22			
Others	23			
Total (10 to 23)	24			
Annuities only				
Claims	25			
Others	26			
C. Business in force				
Life (Risk premium)	27			
Life (Coinsurance)	28			
Accident and health	29			
Disability income	30			
Portfolio cover	31			
Financial reinsurance	32			
Other reinsurance	33			
Total (27 to 34)	34			
Annuities only	35			

Names and signatures of: _____
Director *Director* *Chief Executive Officer*

Date: _____

Instructions for completing Form 3:

1. All amounts shown in this return are to be rounded up to the nearest dollar. Negative amounts shall be reported in “()”.
2. Items in this return shall be shown after deduction of amounts in respect of retrocession on the coinsurance method of liabilities of the reinsurer.
3. Items for premiums (except for single premiums) and in the case of annuities, items for amounts insured shall be the amounts payable per year. Items for premiums shall include extra premiums in respect of higher risks experienced by the insured.
4. Reinsurance shall be classified according to type i.e. life insurance, accident, health, etc., as long as the reinsurance treaty permits. However, where the business is bundled, it

THE SCHEDULE — *continued*

shall be classified according to the primary exposure. For example, a bundled reinsurance policy with health reinsurance as the primary exposure shall be classified as health reinsurance even if it includes some element of term insurance.

5. “New Business” refers to business that enters the books of the reinsurer for the first time. For example, New Business for group business refers to new groups, but not new members of an existing group.

6. “Sum insured” shall not be applicable to reinsurance contracts that do not have a definite amount of claims payment, e.g. accident claims that depend on the nature of the injury and hospitalisation claims that depend on the nature of surgery and the length of hospitalisation. “Sum Insured” shall also not apply to “Financial Reinsurance”.

7. “Sum insured” for “Disability income” shall be the yearly benefit payable in case of a claim.

8. “Sum insured” for plans with acceleration riders shall be the sum assured of the basic policy only.

9. “Single Premium” shall refer to the premium for covering periods in excess of one year. Hence, single premiums paid in respect of insurance contracts of less than one year e.g. travel insurance shall be classified as “Other Premiums”.

10. “Life (Coinsurance)” refers to reinsurance business on life and dread disease basic/rider policies reinsured based on the ceding company’s office premiums, with the payment of a reinsurance commission and with the reinsurer being liable for its share of the reserves.

11. “Portfolio cover” shall include catastrophic, excess of loss, stop loss and other non-proportional portfolio reinsurance covers. “Sum insured” in this case shall be the maximum possible liability for the year.

Regulation 8 (2)

INSURANCE ACT
(CHAPTER 142)INSURANCE
(AUTHORISED REINSURERS)
REGULATIONSRETURNS TO BE LODGED BY AUTHORISED REINSURERS
(SINGAPORE BUSINESS) (FORMS 1 TO 4)FORM RELATING TO REINSURANCE DEPOSIT REQUIREMENT
(FORM 4)

NAME OF INSURER _____

FORM 4 — REINSURANCE DEPOSIT REQUIREMENT IN RESPECT OF
LIFE/GENERAL* BUSINESS AS AT _____

THE SCHEDULE — *continued*

Co Code	Year	Month
<input type="text"/>	<input type="text"/>	<input type="text"/>

<i>Particulars</i>	<i>Row No.</i>	<i>Original Currency</i>	<i>S\$</i>	<i>Amount of reinsurance deposit in S\$</i>
Gross premiums written	1			
Gross premium liabilities	2			
Gross claim liabilities	3			
Gross liabilities in respect of policies issued (2+3)	4			
REINSURANCE DEPOSIT REQUIRED	5	N.A.	N.A.	

Additional disclosure:Exchange rate used (S\$/original currency) Names and
signatures of: _____
Director *Director* *Chief Executive Officer*

Date: _____

Instructions for completing Form 4:

1. Reinsurance deposit required shall be determined in accordance with these Regulations.

Regulation 8 (2)

INSURANCE ACT
(CHAPTER 142)
INSURANCE
(AUTHORISED REINSURERS)
REGULATIONS

THE SCHEDULE — *continued*RETURNS TO BE LODGED BY INSURERS
(GLOBAL BUSINESS) (FORMS 5 TO 6)

NAME OF INSURER _____

FORM 5 — BALANCE-SHEET IN RESPECT OF
GLOBAL OPERATIONS AS AT _____

<i>Description</i>	<i>Row No.</i>	<i>Original currency</i>	<i>S\$</i>
ASSETS			
Equity securities	1		
Debt securities	2		
Loans	3		
Cash and deposits	4		
Other invested assets	5		
Investment income due or accrued	6		
Outstanding premiums and agents' balances	7		
Deposits withheld by cedants	8		
Reinsurance recoverables	9		
Income tax recoverables	10		
Intra-group balances	11		
Land and buildings	12		
Fixed assets	13		
Others	14		
Total Assets (1 to 14)	15		
LIABILITIES			
Life policy liabilities	16		
General policy liabilities:			
— Premium liabilities	17		
— Claim liabilities	18		
Outstanding claims	19		
Annuities due and unpaid	20		
Amounts owing to insurers	21		

THE SCHEDULE — *continued*

Reinsurance deposits	22		
Bank loans and overdrafts	23		
Intra-group balances	24		
Others	25		
Total Liabilities (16 to 25)	26		
NET ASSETS (15–26)	27		
SHAREHOLDERS' EQUITY			
Paid-up capital	28		
Share premium reserves	29		
Other reserves	30		
Unappropriated profits	31		
TOTAL SHAREHOLDERS' EQUITY (28 to 31)	32		

Additional disclosure:

Exchange rate used (S\$/original currency)

Names and
signatures of: _____ _____ _____
Director *Director* *Chief Executive Officer*

Date: _____

Instructions for completing Form 5

1. All amounts shown in this return are to be rounded up to the nearest dollar. Negative amounts shall be reported in “()”.
2. This return shall not be consolidated with operations of subsidiary and associate companies but shall include the operations of branches of the insurer.
3. “Equity securities” includes any stock, share, depository receipt and unit in a collective investment scheme.
4. “Debt securities” includes any debenture stock, bond and note.
5. “Loans” should be reported after net of provisions.
6. “Reinsurance recoverables” refers to claims recoverable from reinsurers, including claims recoverable from related, associate or affiliate companies.

THE SCHEDULE — *continued*

7. “Land and buildings” includes properties acquired through foreclosures and in settlement of debts.

8. “Premium liabilities” and “Claim liabilities” should be reported net of reinsurance.

9. “Outstanding claims” refers to claims which have been approved by the company for payment but not yet paid. It includes expenses associated with the settlement of such claims. For life business, the amount also includes claims which have not been approved but the quantum for which is fixed.

10. “Amounts owing to insurers” refers to claims owing by the insurer to ceding companies and premiums owing to reinsurers, including premiums or claims payable to related, associate or affiliate companies.

11. “Intra-group balances” refers to amounts owing by or to the insurer to or from related, associate or affiliate companies, excluding balances relating to insurance transactions such as premiums and claims receivable or payable and reinsurance recoverables.

Regulation 8 (2)

INSURANCE ACT
(CHAPTER 142)INSURANCE
(AUTHORISED REINSURERS)
REGULATIONSRETURNS TO BE LODGED BY INSURERS
(GLOBAL BUSINESS) (FORMS 5 TO 6)

NAME OF INSURER _____

FORM 6 — PROFIT AND LOSS STATEMENT
IN RESPECT OF GLOBAL OPERATIONS
FOR PERIOD FROM _____ TO _____

<i>Description</i>	<i>Row No.</i>	<i>Original currency</i>	<i>\$\$</i>
Premium revenue	1		
Less: Reinsurance premiums ceded	2		
Net premiums (1-2)	3		
Investment income	4		
Less: Investment expenses	5		
Net investment income (4-5)	6		
Other income	7		

THE SCHEDULE — *continued*

Total income (3+6+7)	8		
Gross claims	9		
Less: Reinsurance recoveries	10		
Net claims (9–10)	11		
Increase (decrease) in policy liabilities	12		
Distribution expenses	13		
Management expenses	14		
Provision for doubtful debts/bad debts written off on receivables	15		
Tax	16		
Other expenses	17		
Total expenses (11 to 17)	18		
Net income (8–18)	19		
Unappropriated profit (loss) brought forward from previous period	20		
Transfer to reserves	21		
Dividends paid	22		
Other adjustments	23		
Unappropriated profit (loss) at end of period (19+20–21–22–23)	24		

Additional disclosures:

(i) Exchange rate used (S\$/original currency)

(ii) Statistics for general business

(Amount in original currency)

(a) Earned premiums

(b) Incurred losses

(c) Commission expenses

(d) Management expenses

(e) Underwriting result (a–b–c–d)

THE SCHEDULE — *continued*

(f) Net investment income	
(g) Operating result (e-f)	
	(% based on original currency)
(h) Combined ratio	
(i) Technical reserves/net premiums	
(j) Shareholders' equity to net premiums	
(k) Shareholders' equity to loss reserves	

Names and signatures of: _____
Director *Director* *Chief Executive Officer*

Date: _____

Instructions for completing Form 6

1. All amounts shown in this return are to be rounded up to the nearest dollar. Negative amounts shall be reported in “()”.

2. “Premium revenue” refers to total gross premiums received or receivable including portfolio premiums, after deduction of return premiums, and premium discounts, recognized in the insurer’s books during the period, where applicable. Commissions should not be deducted from gross premiums.

3. “Reinsurance premiums ceded” refers to premiums paid or payable on reinsurance ceded during the period. It includes portfolio premiums in respect of ceded business.

4. “Net premiums” refers to the net amount of premiums after deduction of return premiums and payments in respect of reinsurance business ceded.

5. For general business, “Gross claims” refers to claims paid, including portfolio losses and medical and legal expenses incurred directly in settlement of claims paid during the period, net of recoveries from salvages. It includes changes in outstanding claims. Outstanding claims are claims which have been approved by the company for payment but not yet paid, and include expenses associated with the settlement of such claims.

6. “Reinsurance recoveries” refers to reinsurance recoveries received or receivable from reinsurance in respect of claims paid including portfolio losses, during the period.

7. In respect of general business, “Increase (decrease) in net policy liabilities” includes any increase or decrease in premium liabilities and claim liabilities. Claim liabilities include provisions set up for claims reported but not yet determined, claims

THE SCHEDULE — *continued*

incurred but not yet reported (IBNR), claims incurred but not enough reported (IBNER) and all expenses associated with the settlement of such claims.

8. “Distribution expenses” includes all direct costs such as commissions and bonuses, and all indirect costs of benefits and services provided by the insurer in the distribution of its products. It shall include reinsurance commissions.

9. “Management expenses” includes items such as staff salaries and expenses, office rent, repairs and maintenance and other expenses incurred for the general management of the company.

10. “Provision for doubtful debts” refers to increase (decrease) in provisions for doubtful debts on receivables (e.g. reinsurance recoveries and outstanding premiums and agents’ balances), excluding loans. It shall include bad debts written off on receivables.

INSURANCE ACT
(CHAPTER 142)INSURANCE
(AUTHORISED REINSURERS)
REGULATIONS

FORM 7 — INFORMATION ON EXTERNAL AUDITORS

The following information on an insurer’s external auditors is required:

1. Name of audit firm
2. Date of appointment
3. Name and qualification of audit team leader
4. Number of members in the audit team.

[G.N. No. S 680/2003]

LEGISLATIVE HISTORY
INSURANCE (AUTHORISED REINSURERS) REGULATIONS
(CHAPTER 142, RG 13)

This Legislative History is provided for the convenience of users of the Insurance (Authorised Reinsurers) Regulations. It is not part of these Regulations.

1. G. N. No. S 680/2003 — Insurance (Authorised Reinsurers) Regulations 2003

Date of commencement : 1 January 2004

2. 2004 Revised Edition — Insurance (Authorised Reinsurers) Regulations

Date of operation : 31 December 2004

3. G.N. No. S 232/2013 — Insurance (Authorised Reinsurers) (Amendment) Regulations 2013

Date of commencement : 18 April 2013

4. G.N. No. S 1095/2020 — Insurance (Authorised Reinsurers) (Amendment) Regulations 2020

Date of commencement : 31 December 2020