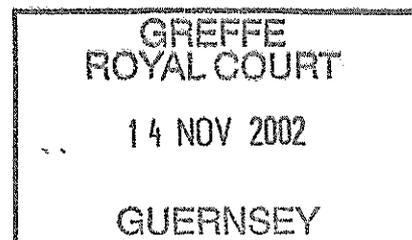


GUERNSEY STATUTORY INSTRUMENT

2002 NO. 34



The Insurance Business (Annual Return) Regulations, 2002

<i>Made</i>	<i>5th November, 2002</i>
<i>Coming into operation</i>	<i>5th November, 2002</i>
<i>Laid before the States</i>	<i>2002</i>

THE GUERNSEY FINANCIAL SERVICES COMMISSION (in these regulations called "the Commission"), in exercise of its powers conferred by sections 33, 37 and 85 of the Insurance Business (Bailiwick of Guernsey) Law, 2002, and after consultation with the States of Guernsey Advisory and Finance Committee, the States of Alderney Policy and Finance Committee and the Chief Pleas of Sark General Purposes and Finance Committee, hereby makes the following regulations:

Licensed insurer's annual return.

1 A licensed insurer's annual return required in accordance with section 33 of the Insurance Business (Bailiwick of Guernsey) Law, 2002 shall comprise the following:

1.1 An up-to-date business plan to include:

1.1.1 for non-life business:

1.1.1.1 a spreadsheet showing unaudited financial projections, in the standard format determined by the Commission, as published on its website, showing the anticipated operations of the insurer for the 12 months following the financial year end

to which the annual return relates;

1.1.1.2 a written summary of the insurer's proposed insurance and reinsurance programme with sufficient detail to fully describe the exposures accepted by the insurer;

1.1.1.3 any other material factors that may be relevant to the regulation of the insurer in the 12 months following the last financial year-end.

1.1.2 for life business:

1.1.2.1 a summary of the products to be offered and confirmation that the actuary has approved all such products;

1.1.2.2 a summary of the markets in which the products are to be offered;

1.1.2.3 a valuation report prepared by the actuary in a form agreed with the Commission;

1.1.2.4 unaudited financial projections, in a form to be agreed with the Commission, showing the anticipated operations of the insurer for the 3 years following the financial year-end to which the annual return relates. The projections should include, but not be limited to, premium volume, sums at risk, reinsurance and capital requirements;

1.1.2.5 any other material factors that may be relevant to the regulation of the insurer in the 3 years following the last financial year-end.

1.2 A completed margin of solvency and approved asset calculation in the standard format determined by the Commission, as published on its website.

1.3 A completed declaration of reliance on reinsurers in the standard format determined by the Commission, as published on its website.

1.4 A copy of the auditors' management letter or confirmation from the general representative that the auditors have confirmed that no auditors' management letter is required to be issued.

1.5 A completed declaration, signed by the general representative, in the standard format determined by the Commission, as published on its website.

1.6 Additional financial information, including:

1.6.1 a summary of claims paid and outstanding as at the end of the period covered by the annual insurance return (in a form agreed with the Commission as appropriate to the underwriting activity of the insured); and

1.6.2 a schedule of bank deposits and investments.

Consolidated accounts.

2 Where the Commission has, under section 12(4)(l), imposed a condition on a licensed insurer requiring the preparation of consolidated accounts, then the Commission may require all or any of the information and documents required by these regulations to be prepared and submitted on a solo and consolidated basis.

Annual returns in non-standard format.

- 3 Where the Commission has, in any particular case, given written confirmation that a format other than the standard format may be used, that format will suffice; but the Commission shall not give such confirmation unless all the information required by the standard format is provided.

Citation.

- 4 These regulations may be cited as the Insurance Business (Annual Return) Regulations, 2002.

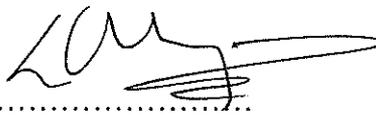
Commencement.

- 5 These regulations shall come into force on the 5th November, 2002.

Interpretation.

- 6 6.1 Any reference in these regulations to an enactment, regulation, rule or code is a reference thereto as amended.
- 6.2 The provisions of the Interpretation (Guernsey) Law, 1948 apply to the interpretation of these regulations.

Dated this *5th* day of November, 2002.



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L C Morgan

Chairman of the Guernsey Financial Services Commission
For and on behalf of the Commission

EXPLANATORY NOTE.

(This note is not part of the Regulations)

These regulations define the contents of the annual return to be submitted by licensed insurers pursuant to sections 33 and 37 of the Insurance Business (Bailiwick of Guernsey) Law, 2002.