STATUTORY INSTRUMENTS

1993 No. 98

FRIENDLY SOCIETIES

The Friendly Societies (Insurance Business) Regulations 1993

Made	21st January 1993
Laid before Parliament	25th January 1993
Coming into force	19th February 1993

THE FRIENDLY SOCIETIES (INSURANCE BUSINESS) REGULATIONS 1993

PART I

PRELIMINARY

- 1. Citation and commencement
- 2. Interpretation: general

PART II

MARGINS OF SOLVENCY

- 3. Application: Part II
- 4. Required margin of solvency
- 5. Guarantee fund and minimum guarantee fund
- 6. Minimum guarantee fund: long term business
- 7. Minimum guarantee fund: general business
- 8. Valuation of solvency margins
- 9. Implicit items: future surpluses
- 10. Implicit items: zillmerising
- 11. Implicit items: hidden reserves

PART III

MATCHING AND LOCALISATION

- 12. Application: Part III
- 13. Matching: general requirement
- 14. Matching: property linked benefits
- 15. Matching: currency of general business liabilities
- 16. Matching: exception for certain general business liabilities

- 17. Localisation
- 18. Exclusions from regulations 13 and 17

PART IV

VALUATION OF ASSETS

- 19. Interpretation: Part IV
- 20. Application: Part IV
- 21. Shares in and debts due or to become due from dependants
- 22. Valuation of assets and liabilities of dependants for the purposes of regulation 21
- 23. Debts and other rights
- 24. Land
- 25. Equipment
- 26. Unlisted securities
- 27. Unit trusts
- 28. Listed Investments
- 29. Life interests, reversionary interests etc
- 30. Other assets
- 31. Assets to be taken into account only to a specified extent

PART V

DETERMINATION OF LIABILITIES

- 32. Interpretation: Part V
- 33. Application: Part V
- 34. Long term and general business
- 35. Long term liabilities
- 36. Nature and term of assets
- 37. Avoidance of future valuation strain
- 38. Valuation of future premiums
- 39. Acquisition expenses
- 40. Rates of interest
- 41. Rates of mortality and disability
- 42. Expenses
- 43. Options
- 44. Contracts not to be treated as assets
- 45. No credit for profits from voluntary discontinuance

PART VI

LINKED LONG TERM CONTRACTS

- 46. Application: Part VI
- 47. Linked long term contracts

PART VII

MISCELLANEOUS

- 48. Annual actuarial investigation: prescribed societies
- 49. Annual investigation: signature of copy of abstract Signature

Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

SCHEDULES

- Schedule 1 — Long term business margin of solvency
- Schedule 2 — General business solvency margin: first method of calculation (premium basis)
- Schedule 3 — General business solvency margin: second method of calculation (claims basis)
- Schedule 4 — Value of dependants
- Schedule 5 Assets to be taken into account only to a specified extent
- Schedule 6 — Permitted links
- Explanatory Note