

## STATUTORY INSTRUMENTS

1980 No. 5

## INSURANCE

**The Insurance Companies (Valuation of Assets)  
(Amendment) Regulations 1980**

*Made - - - - - 3rd January 1980*  
*Laid before Parliament 25th January 1980*  
*Coming into Operation 15th February 1980*

The Secretary of State, in exercise of his powers under sections 78 and 86 of the Insurance Companies Act 1974(a) and of all other powers enabling him in that behalf, hereby makes the following Regulations:—

1. These Regulations may be cited as the Insurance Companies (Valuation of Assets) (Amendment) Regulations 1980 and shall come into operation on 15th February 1980.

2. Regulation 3 of the Insurance Companies (Valuation of Assets) Regulations 1976(b) is hereby amended by adding at the end thereof the following paragraphs—

“(5) Notwithstanding paragraph (1) above (but subject to the conditions set out in paragraph (6) below), an insurance company may, for the purposes of an investigation to which section 14 of the Act applies or an investigation made in pursuance of a requirement under section 34 of the Act, elect to assign to any of its assets the value given to the asset in question in the books or other records of the company.

(6) The conditions referred to in paragraph (5) above are as follows, that is to say—

- (a) the election shall not enable the company to bring into account any asset for the valuation of which no provision is made in these Regulations;
- (b) the value assigned to the aggregate of the assets shall not be higher than the aggregate of the values of those assets as determined in accordance with Regulations 4 to 15 of these Regulations.”.

*Reginald Eyre,*  
Parliamentary Under-Secretary of State,  
Department of Trade.

3rd January 1980.

(a) 1974 c. 49; section 78 was modified by S.I. 1977/1553, Schedule 5, paragraph 11 and S.I. 1978/720, Schedule, paragraph 15.

(b) S.I. 1976/87, amended by S.I. 1976/2039.

**EXPLANATORY NOTE**

*(This Note is not part of the Regulations.)*

These Regulations enable insurance companies to elect, for the purposes of actuarial investigations under section 14 or 34 of the Insurance Companies Act 1974, to use the book value of their assets instead of the value determined in accordance with the Insurance Companies (Valuation of Assets) Regulations 1976. The election is subject to certain conditions, which are set out in the Regulations.