

---

STATUTORY INSTRUMENTS

---

**1996 No. 943**

**INSURANCE**

**The Insurance Companies (Accounts  
and Statements) Regulations 1996**

<i>Made</i>	- - - -	<i>24th March 1996</i>
<i>Laid before Parliament</i>		<i>28th March 1996</i>
<i>Coming into force</i>		
<i>Regulation 34</i>		<i>30th April 1996</i>
<i>Remainder</i>		<i>23rd December 1996</i>

**THE INSURANCE COMPANIES (ACCOUNTS  
AND STATEMENTS) REGULATIONS 1996**

1. Citation and commencement
2. Application
3. Interpretation
4. Value of assets and amount of liabilities
5. Content and form of accounts
6. Balance sheet
7. Profit and loss account
8. Revenue account
9. Additional information on general business (accounting classes and discounting)
10. Business categories for general business (reinsurance treaties accepted)
11. Additional information on general business (reinsurance treaties accepted)
12. Risk groups for general business
13. Additional information on general business (direct and facultative business)
14. Additional information on general business (direct and facultative reconciliation business)
15. Currencies other than sterling
16. Additional information on prescribed general business
17. Additional information on long term business
18. Forms prepared pursuant to regulations 9, 11 and 13 to 17
19. Additional information on general business: major treaty reinsurers
20. Additional information on general business: major facultative reinsurers

*Status: This is the original version (as it was originally made).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

21. Information on major general business reinsurance cedants
22. Provisions supplemental to regulations 19 to 21
23. Additional information on derivative contracts
24. Additional information on shareholder controllers
25. Periodic actuarial investigation
26. Additional information on general business ceded
27. Signature of documents
28. Certificates
29. Audit and auditor's report
30. Qualification of actuary
31. Information on appointed actuary
32. Qualifications of auditor
33. Transitional provisions
34. Amendments of the 1983 Regulations
35. Revocations  
Signature

---

#### SCHEDULE 1 — BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

*(Forms 9 to 17)*

1. (1) All the Forms included in the part of the...
2. Completion of Forms
3. (1) The company registration number to be entered in every...
4. Currency
5. (1) The amount of any income or expenditure shall be...
6. Presentation of amounts
7. Where in any Form an amount which is shown as...
8. (1) Except to the extent permitted by sub-paragraph (2) of...
9. All amounts are to be shown to the nearer £1,000....
10. Premiums
11. Counterparty exposure
12. Provision for adverse changes
13. Liabilities
14. Reconciliation
15. Derivative contracts
16. Where, in respect of any derivative contract included in Form...
17. If— (a) the aggregate value of rights under contracts or...

#### SCHEDULE 2 — GENERAL BUSINESS: REVENUE ACCOUNT AND ADDITIONAL INFORMATION

*(Forms 20 to 39)*

1. All the Forms included in the part of the return...
2. The provisions of paragraph 1(2) and paragraphs 2 to 7...
3. Currency
4. All amounts shown in sterling shall be shown to the...
5. (1) Where premiums are written by a company or claims...
6. Accounting classes
7. Where a company includes business in another accounting class under...
8. Boxes marked "Accounting class" shall be completed so as to...

9. Premiums
10. In Forms 24, 25, 28, 29 and 34—
11. For the purposes of paragraphs 10 and 14 of this...
12. In all Forms to which this Schedule relates, amounts required...
13. Claims
14. In Forms 24, 25, 28, 29 and 34, where an...
15. In all Forms to which this Schedule relates, amounts required...
16. UK and overseas business
17. Transfers of general business
18. Unearned premiums
19. Provision for unexpired risks
20. (1) Where the amount included at column 3 line 19...
21. Cessation of business
22. Claims management costs
23. Acquisition costs
24. Underwriting year accounting
25. Business managed together
26. Application of accounting practice
27. Discounting
28. Reinsurance
29. Risk groups
30. Continuation sheets

#### SCHEDULE 3 — LONG TERM BUSINESS: REVENUE ACCOUNT AND ADDITIONAL INFORMATION

*(Forms 40 to 45)*

1. All the Forms included in the part of the return...
2. The provisions of paragraph 1(2) and paragraphs 3 to 7...
3. For the purposes of this Schedule, a contract shall be...
4. (1) Where a company maintains more than one long term...
5. Where arrangements have been made for the provision of management...

#### SCHEDULE 4 — ABSTRACT OF VALUATION REPORT PREPARED BY THE APPOINTED ACTUARY

*(Forms 46 to 61)*

1. The date to which the investigation relates (the “valuation date”)...
2. The date to which the latest previous investigation under section...
3. A statement that the valuation has been made in conformity...
4. (1) Subject to sub-paragraph (2) below, for each category of...
5. (1) Subject to sub-paragraph (3) below, for each category of...
6. (1) The general principles and methods adopted in the valuation,...
7. (1) Unless shown in Form 51, 52, 53 or 54,...
8. In respect of non-linked contracts— (a) where appropriate, the proportion...
9. For each category of linked contract— (a) all assumptions made...
10. (1) The assumed levels of inflation of expenses and the...
11. (1) A schedule of the sum of the mathematical reserves...
12. (1) For long term business ceded on a facultative basis...
13. Where any rights of any policy holders to participate in...
14. (1) The principles on which the distribution of profits among...
15. Particulars of the bonus allocated to each category of contract,...

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

16. A statement of the practice regarding any bonus payments (in...
17. Separate statements in the form set out in Forms 46...
18. Separate statements in the form set out in Forms 47...
19. (1) Separate statements of assets covering long term liabilities (other...
20. Separate statements in the form set out in Forms 51,...
21. (1) Separate statements in the form set out in Form...
22. Separate statements of the results of the valuation in the...
23. A statement of the required minimum margin for long term...

SCHEDULE 5 — GENERAL BUSINESS: ADDITIONAL INFORMATION ON BUSINESS CEDED

1. Subject to paragraph 2 below, for each contract entered into...
2. (1) Where a contract of reinsurance has been modified during...
3. For every contract reported pursuant to paragraph 1 above, whether...
4. (1) For each business category or risk group, or part...
5. For each accounting class and separately for contracts of facultative...

SCHEDULE 6 — CERTIFICATES BY DIRECTORS AND ACTUARY AND REPORT OF THE AUDITORS

PART I

1. Certificate by directors etc.
2. Subject to paragraph 7 below, the certificate required by regulation...
3. Subject to paragraph 7 below, the certificate required by regulation...
4. Subject to paragraph 7 below, if the company carries on...
5. Subject to paragraph 7 below, where the directors are satisfied...
6. Except in the case of a company whose head office...
7. (1) Where, in the opinion of those signing the certificate,...

PART II

8. Certificate by appointed actuary
9. If the appointed actuary considers it necessary, such qualification, amplification...

PART III

10. Auditors' report
11. To the extent that the information and explanations they have...
12. Where the auditors refer in their report or in any...

SCHEDULE 7 —

Explanatory Note