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STATUTORY INSTRUMENTS

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**1996 No. 946**

**The Insurance Companies (Reserves) Regulations 1996**

**PART III**

**Application: Part III**

- 11.**—(1) This Part of these Regulations applies to—
- (a) every UK company which carries on credit insurance business; and
  - (b) every non-EC company which carries on credit insurance business in the United Kingdom.
- (2) This Part of these Regulations applies to credit insurance business.
- (3) This Part of these Regulations does not apply—
- (a) in the case of a UK company, where the net premiums written in any financial year in respect of its credit insurance business are less than 4 per cent. of the total net premiums written by it in that financial year and less than 2,500,000 units of account; or
  - (b) in the case of a non-EC company, where the net premiums written in any financial year in respect of its credit insurance business carried on through a branch in the United Kingdom are less than 4 per cent. of the total net premiums written by it in that financial year in respect of business carried on through that branch and less than 2,500,000 units of account.

**Equalisation reserve: Part III**

- 12.** A Part III company shall maintain an equalisation reserve in respect of credit insurance business carried on by the company in accordance with Schedule 2 to these Regulations.