

Insurance (Duties of Actuary) Regulations

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INSURANCE ACT (CHAPTER 142, SECTION 30(1A))

INSURANCE (DUTIES OF ACTUARY) REGULATIONS

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G.N. No. S 495/1993

Citation

1. These Regulations may be cited as the Insurance (Duties of Actuary) Regulations.

Application

2. These Regulations shall apply to any actuary appointed under section 30(1A) of the Act by a direct insurer carrying on life insurance business.

Statutory valuation

3.—(1) The actuary shall value the actuarial and other policy liabilities of the insurer with respect to its life insurance business as at the end of each accounting period and any other matters specified in any direction that may be made by the Authority.

(2) The valuation under paragraph (1) shall be in accordance with generally accepted actuarial practice with such changes as may be determined by the Authority and any additional directions that may be made by the Authority.

(3) The valuation under paragraph (1) shall not be less than that determined based on the statutory minimum valuation basis specified in regulation 26 of the Insurance Regulations unless prior approval is obtained from the Authority and such valuation shall be adequate to meet all future liabilities of life policies.

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Premium rates

4.—(1) The actuary shall be responsible for the appropriateness of premium rates of life policies at any particular time.

(2) Where the premium rates of life policies are not appropriate at any particular time, the actuary shall correct any inadequacy in the premium rates as soon as practicable.

Surplus distribution

5. The actuary shall, before approving the yearly distribution of surplus under section 16(5) or (5A) of the Act, satisfy himself that the distribution of surplus to policyholders is fair and equitable, taking into account —

- (a) the statutory requirements under section 16(5) or (5A) of the Act;
- (b) equity between policyholders and shareholders;