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STATUTORY INSTRUMENTS

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**1996 No. 946**

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

**PART II**

**BUSINESS OTHER THAN CREDIT INSURANCE BUSINESS**

**Transfers of business by insurance company**

**8.—(1)** If a Part II company transfers to another body all its rights and obligations under any general policies (whether by novation or pursuant to a transfer approved by the Secretary of State under Schedule 2C to the Act)<sup>(1)</sup>, Schedule 1 to these Regulations shall apply to that company at the end of the financial year in which such transfer takes place with the following modifications.

(2) For the purposes of calculating amounts to be transferred to the equalisation reserve (pursuant to Part I of Schedule 1 below) and the business group maxima applicable to the company's business (pursuant to Part III of that Schedule), net premiums written in respect of policies which were the subject of the transfer shall be excluded.

(3) If all the company's rights and obligations under all general policies falling within a business group have been transferred, the business group maximum for that business group shall be zero.

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(1) Schedule 2C was inserted by [S.I. 1994/1696](#), reg. 28 and amended by [S.I. 1994/3132](#), reg. 7.