

SCHEDULE 9

INTERPRETATION OF TERM “PROVISIONS”

PART 1

MEANING FOR PURPOSES OF THESE REGULATIONS

Definition of “Provisions”

2. References in these Regulations to provisions for liabilities or, in the case of insurance companies, to provisions for other risks are to any amount retained as reasonably necessary for the purpose of providing for any liability the nature of which is clearly defined and which is either likely to be incurred, or certain to be incurred but uncertain as to amount or as to the date on which it will arise.