
STATUTORY INSTRUMENTS

2018 No. 538

The Insurance Companies (Taxation of Re-insurance Business) Regulations 2018

PART 1

Introduction

Citation and commencement

1. These Regulations may be cited as the Insurance Companies (Taxation of Re-insurance Business) Regulations 2018 and come into force on 1st June 2018.

Interpretation

2. In these Regulations—

“the Act” means the Finance Act 2012;

“90% subsidiary” means a body corporate where 90% or more of its ordinary share capital is owned directly, or indirectly, by another body corporate;

“backing assets” means the assets which back the liabilities⁽¹⁾ of those policies or contracts which are referable to BLAGAB and are the subject of a re-insurance arrangement;

“non-investment risk arrangement” means a re-insurance arrangement which wholly concerns the re-insurance of risk other than risk in respect of the investment return;

“re-insurance arrangement” means an arrangement by which an insurance company re-insures any risk in respect of a policy or contract attributable to its basic life assurance and general annuity business (“BLAGAB”).

Application to new re-insurance arrangements

3. These Regulations apply to any re-insurance arrangement which is entered into on or after 1st June 2018.

⁽¹⁾ See section 139(1) of the Act.