

THE CAPTIVE INSURANCE ACT
FSC Rules made by the Commission under section 18 of the
Captive Insurance Act and section 93 of
the Financial Services Act

These rules may be cited as the Captive Insurance (Pure Captive Insurance Business) (Amendment) Rules 2018.

1. In these rules –
“principal rules” means Captive Insurance (Pure Captive Insurance Business) Rules 2016.
2. The principal rules are amended by inserting, after rule 23, the following new rule –
 - 23A. Substance requirements**

A captive insurer shall at all times for the conduct of its core income generating activities –

 - (a) employ an adequate number of suitably qualified people either through direct employment or indirectly through an insurance manager hired to manage its captive insurance business; and
 - (b) have a minimum expenditure proportionate to its level of activities.
3. These rules shall come into operation on 1 October 2018.

Made by the Financial Services Commission on 27 September 2018.
