

Minimum Capital Requirement of licensees.

THE GUERNSEY FINANCIAL SERVICES COMMISSION, in exercise of the powers conferred upon it by Schedule 3 of the Insurance Managers and Insurance Intermediaries (Bailiwick of Guernsey) Law, 2002^a, and after consultation with the States of Guernsey Policy Council, the States of Alderney Policy and Finance Committee and the Chief Pleas of Sark General Purposes and Finance Committee, hereby determines:-

Minimum Capital Requirement of licensees.

1. The Minimum Capital Requirement of a licensed insurance manager or a licensed insurance intermediary (a "licensee") shall be £25,000 or 125% of the licensee's professional indemnity insurance deductible or excess, if higher.

Method of calculation.

2. When calculating whether a licensee maintains the Minimum Capital Requirement in whatever form is required of him by or under the Insurance Managers and Insurance Intermediaries (Bailiwick of Guernsey) Law, 2002, the formula to be used shall be the total approved assets minus the total liabilities of the licensee.

Commencement.

3. This determination shall come into force on 12th March, 2009.

^a Order in Council No. XXII of 2002; amended by the Machinery of Government (Transfer of Functions) (Guernsey) Ordinance, 2003.