Monetary Authority of Singapore
10 Shenton Way MAS Building Singapore 079117 Telephone: (65) 6225 5577 Facsimile: (65) 6229 9229

Circular No: ID 18/23

8 December 2023

To Chief Executives
All Licensed Insurers

Dear Sir/Madam

UPDATE TO MAS NOTICE 133 WITH RESPECT TO ILLIQUIDITY PREMIUM ("IP")

MAS Notice 133 ("Notice 133") on Valuation and Capital Framework for Insurers has been updated on 8 December 2023 to reflect the revision in IP from 65 bps to 50 bps in Appendix 3G. The IP is only applicable to an insurer writing life business who satisfies the conditions in the second column of Table 3A on page 17 of Notice 133.

2 The update is part of the regular review that MAS performs on the IP calibration and credit spread movements. This revision will take place with effect from 31 December 2023. The updated Notice 133 and amendment note can be accessed on the MAS website (https://www.mas.gov.sg/regulation/notices/notice-133).

3 Please contact your company's liaison officer in MAS should you have any queries.

Yours faithfully

[sent via MASNET]

DANIEL WANG
EXECUTIVE DIRECTOR
INSURANCE DEPARTMENT