

Notice No. : MAS 213
Issue Date : 28 September 2018

***Last revised on 6 March 2020**

NOTICE ON INSURANCE RETURNS (ACCOUNTS AND STATEMENTS) FOR FINANCIAL GUARANTEE INSURERS

Introduction

1 This Notice is issued pursuant to sections 36(3) and 64(2) of the Insurance Act (Cap. 142) (“the Act”) and applies to financial guarantee insurers.

Definitions

2 For the purposes of this Notice:

“Accounting Standards” has the same meaning as in section 4(1) of the Companies Act (Cap. 50);

“composite reinsurer” means a reinsurer licensed to carry on both general business and life business;

“direct composite insurer” means a direct insurer licensed to carry on both general business and life business;

“direct general insurer” means a direct insurer licensed to carry on general business only;

“electronic record” has the same meaning as in section 2 of the Electronic Transactions Act (Cap. 88);

“financial guarantee insurance policy” has the same meaning as in regulation 2 of the Insurance (Financial Guarantee Insurance) Regulations;

“financial guarantee insurer” has the same meaning as in regulation 2 of the Insurance (Financial Guarantee Insurance) Regulations;

“general reinsurer” means a reinsurer licensed to carry on general business only;

“MASNET” means MAS Network;

“Offshore Insurance Fund” means an insurance fund established and maintained under section 17(1) of the Act for offshore policies;

“Singapore Insurance Fund” means an insurance fund established and maintained under section 17(1) of the Act for Singapore policies.

- 3 The expressions used in this Notice shall, except where expressly defined in this Notice or where the context otherwise requires, have the same respective meanings as in the Act.

Forms

- 4 The forms mentioned in this Notice are those set out in the Appendix B.

Submission Requirements

- 5 Every financial guarantee insurer that is —
- (a) a direct general insurer;
 - (b) a direct composite insurer;
 - (c) a general reinsurer; or
 - (d) a composite reinsurer

must lodge all applicable forms set out in Appendix A in the form and manner specified in Appendix A, in addition to the documents that must be lodged under Notice No.: MAS 129 (Notice on Insurance Returns (Accounts and Statements)).

- 6 A financial guarantee insurer must ensure that any form that is required to be lodged by the financial guarantee insurer under paragraph 5 in hard copy is sent by the financial guarantee insurer to the Authority in accordance with the submission requirements and signatory requirements as specified in Appendix A, as the case may be.
- 7 Where a form is required to be signed by or on behalf of a financial guarantee insurer's chief executive in Singapore, the financial guarantee insurer must ensure that —
- (a) the form is approved by its chief executive; and
 - (b) if not signed by the financial guarantee insurer's chief executive, be signed by one of the insurer's officers in Singapore who is for the time being notified to the Authority as having authority for the purposes of this Notice to sign in place of the chief executive in Singapore.
- 8 A financial guarantee insurer must submit electronically via MASNET, any form that is required to be lodged by a financial guarantee insurer under paragraph 5 in the form of an electronic record.

Provisions as to Returns Lodged

- 9 A financial guarantee insurer must ensure that all of the following requirements are complied with in relation to any form that the financial guarantee insurer is required to lodge under this Notice —
- (a) The form is in English; and
 - (b) All monetary amounts referred to in the form are in Singapore dollars unless otherwise specified in the applicable form.

- 10 In any form which a financial guarantee insurer is required to prepare in accordance with this Notice, the financial guarantee insurer must ensure that the value or amount given for an asset or a liability of the insurer or the calculation of financial resources and risk requirement of the insurer is the value or amount of that asset or liability or that calculation, as the case may be, as determined in accordance with any applicable regulation under the Insurance (Valuation and Capital) Regulations 2004, [any applicable direction in MAS Notice 133 \(Notice on Valuation and Capital Framework for Insurers\)](#), and any applicable direction issued under the Act.

[\[MAS Notice 213 \(Amendment\) 2020\]](#)

- 11 In any form which a financial guarantee insurer is required to prepare in accordance with this Notice, the financial guarantee insurer must ensure that the value or amount given for an income item, an expense item, an equity item or a change in equity item of the insurer is valued in accordance with —
- (a) the instructions for completion in the forms; and
 - (b) where there are no applicable instructions for completion in the forms, the Accounting Standards.

- 12 In any form which a financial guarantee insurer is required to prepare under this Notice, the financial guarantee insurer must recognise any asset, liability, equity, income, expense and change in equity in accordance with —
- (a) any applicable regulation under the Insurance (Valuation and Capital) Regulations 2004, [any applicable direction in MAS Notice 133 \(Notice on Valuation and Capital Framework for Insurers\)](#), and any applicable direction issued under the Act; and
 - (b) where sub-paragraph (a) does not apply, the recognition requirements in the Accounting Standards.

[\[MAS Notice 213 \(Amendment\) 2020\]](#)

Deadlines for Submission of Returns

- 13 A financial guarantee insurer must lodge every form that is required to be lodged with the Authority under paragraph 5 in accordance with the respective submission deadlines specified in Appendix A.

Effective Date and Transitional Provisions

- 14 This Notice shall take effect on 1 January 2019.

15 ~~For avoidance of doubt, a~~ financial guarantee insurer ~~shall~~must comply with ~~this~~the version of MAS Notice 213 and the Insurance (Valuation and Capital) Regulations 2004, ~~in respect of all~~force immediately before 31 March 2020 for the following periods:

- (a) the accounting ~~periods and financial years, as the case may be,~~ period beginning on or after 1 January 2019 and ending on 31 December 2019; and
- (b) the financial year of the financial guarantee insurer beginning on any day between 1 January 2019 and 31 December 2019 (both dates inclusive).

[MAS Notice 213 (Amendment) 2020]

Notes on History of Amendments

1. MAS Notice 213 (Amendment) 2020 dated 6 March 2020 with effect from 31 March 2020.

SUBMISSION REQUIREMENTS

Form	Annex	Title	Financial Guarantee Insurers						To be audited
			Quarterly Returns	Other Annual Returns	Annual Returns				
			Electronic submission via MASNET	Electronic submission via MASNET	Electronic submission via MASNET	Hard copy submission			
			Submission deadline	Submission requirement	Signatory requirement				
			From the last day of the quarter	From the last day of the accounting period	From the last day of the accounting period				
<p>1. For a financial guarantee insurer which is a direct general insurer or general reinsurer that issues only financial guarantee insurance policies, it shall submit:</p> <ul style="list-style-type: none"> - the returns set out in Appendix A - 1 or Appendix A - 4 respectively (other than Form A4) in MAS 129 – Notice on Insurance Returns (Accounts and Statements); and - additional returns Forms G5, G6 and G7 in Appendix B. 									
<p>2. For a financial guarantee insurer which is a direct general insurer or general reinsurer that issues other types of insurance policies in addition to financial guarantee insurance policies, it shall submit:</p> <ul style="list-style-type: none"> - the returns set out in Appendix A - 1 or Appendix A - 4 respectively in MAS 129 – Notice on Insurance Returns (Accounts and Statements); and - additional returns Forms G5, G6 and G7 in Appendix B. 									
<p>3. For a financial guarantee insurer which is a direct composite insurer or composite reinsurer, it shall submit:</p> <ul style="list-style-type: none"> - the returns set out in Appendix A - 3 or Appendix A - 6 respectively in MAS 129 – Notice on Insurance Returns (Accounts and Statements); and - additional returns Forms G5, G6 and G7 in Appendix B. 									
Additional Returns Form G5		Statement of Premiums, Claims and Underwriting Results in respect of Financial Guarantee Insurance			3 months	3 months and 2 weeks	1 original and 2 copies	Chief Executive + 2 Directors	
Additional Returns Form G6		Statement of Total Net Exposure			3 months	3 months and 2 weeks	1 original and 2 copies	Chief Executive + 2 Directors	
Additional Returns Form G7		Qualified Capital (Financial Guarantee Insurance) - applicable to FG insurers incorporated outside Singapore			6 months	6 months	1 original and 2 copies	Chief Executive + 2 Directors	

Appendix B

LIST OF INSURANCE FORMS FOR FINANCIAL GUARANTEE INSURERS

Form	Title
G5	Statement of Premiums, Claims and Underwriting Results in respect of Financial Guarantee Insurance
G6	Statement of Total Net Exposure
G7	Qualified Capital (Financial Guarantee Insurance)

NAME OF INSURER _____

**FORM G7 – QUALIFIED CAPITAL
(FINANCIAL GUARANTEE INSURANCE)**

FROM _____ TO _____

Co Code

Year

Month

\$
()*

Description	Row No.	Amount
QUALIFIED CAPITAL		
Paid-up share capital Share premium reserves	1	
Surplus/ Unappropriated profits/-(losses) Retained earnings	2	
**Contingency reserves	3	
***Others	4	
****Capital on call	5	
	6	
TOTAL QUALIFIED CAPITAL (1 to 6)	7	

[MAS Notice 213 (Amendment) 2020]

- * Please state the reporting currency
- ** As defined under regulation 6 of the Insurance (Financial Guarantee Insurance) Regulations
- *** Other securities and interests of the company as the Authority may consider to be qualified capital as prescribed under paragraph (b)(ii) of the definition of "qualified capital" in regulation 2 of the Insurance (Financial Guarantee Insurance) Regulations
- **** Means capital commitments backed by proper agreements to effect the call on capital on demand.

Names and Signature of: _____

Director

Director

Chief Executive

Date: _____