

Form Q.6: Deposit Requirements (EC\$ 000s)

	LIFE INSURANCE	MOTOR VEHICLE	PROPERTY	MARINE	OTHER INSURANCE	TOTAL
			<i>Deposit Requirement</i>			
1. Gross Premiums Written during last 12 months	-5	10	-15	20	-25	-15
2. Premiums ceded	30	35	-40	45	50	120
3. Net Premiums written during last 12 months	55	-60	70	80	-5	140
4. 40% of line 3	22	-24	28	32	-2	56
5. Deposit Required (Greater of Row 4 or Row 5)						56
			<i>Deposit in Place</i>			
6. Total Deposits in Place with Republic Bank						10
7. Deposit excess (shortfall)(Row 6 – Row 5)						-46

Section 8(2) of the Insurance Act, R.S.A. c. I16 states: "The Commission may require an approved external insurer to place with the Commission an interest bearing deposit to meet existing and future liabilities for a period to be determined by the Commission. The amount of the deposit will not exceed 40% of its annual premium income net of reinsurance premiums with respect to each class of insurance undertaken ."