

Notification of Insurance Commission
Subject: Designation of Amount, Types, Procedures, and Conditions on Asset
Maintenance in Thailand of the Branch Office of the Foreign Life Insurance Company
B.E. 2551

By virtue of the provision of Section 8 third paragraph of the Life Insurance Act, B.E. 2535, combined with Section 3 (2) of the Insurance Commission Act, B.E. 2550, the Insurance Commission hereby notifies as follows:

Clause 1: This Notification is called “Notification of Insurance Commission Subject: Designation of Amount, Types, Procedures, and Conditions on Asset Maintenance in Thailand of the Branch Office of the Foreign Life Insurance Company”

Clause 2: This Notification shall come into force now and onwards.

Clause 3: In this Notification,

“Bank” means a Public Limited Company granted a license to engage in commercial bank business and shall include a bank which was established by the specific law, a commercial bank which is a subsidiary company of a foreign commercial bank, and a branch of foreign commercial bank granted a license to engage in commercial bank business.

“Financial Company” means a financial company granted a license to engage in financial business.

Clause 4: Assets maintained in Thailand shall not be less than the amount of the required capital fund under Section 27 of the Life Insurance Act, B.E. 2535, amended by the Life Insurance Act, B.E.2551.

Clause 5: Assets maintained in Thailand under Clause 4 shall be in types, procedures and conditions as follows:

- (1) Cash placed with the Registrar,
- (2) Treasury bond of the Ministry of Finance,
- (3) Thai Government bond or Bank of Thailand Bond,
- (4) Cash deposit in fix deposit account with bank or cash deposit with financial company,
- (5) Bill of exchange or promissory note with bank or financial company as issuer or payer,
- (6) Ministry of Finance guaranteed bond or debenture of organization or state enterprise
- (7) Immovable property for being the place to operate the business or for welfare of officer or employee of the company which its value is not more than forty percents of assets maintained in Thailand.

Clause 6: Assets that the company must maintain in Thailand under Clause 5 shall be free of obligation.

Notified on the 20th August B.E. 2551

(Signed) Suparut Kawatkul

(Mr. Suparut Kawatkul)

Permanent Secretary for Finance,
Chairman of Insurance Commission

Note: The reason of this notification is that the Insurance Commission Act, B.E. 2550, provides that the Insurance Commission shall hold authority, in lieu of Minister of Commerce, in designating amount, types, procedures, and conditions on asset maintenance in Thailand of the branch office of the foreign life insurance company.