



ANGUILLA FINANCIAL SERVICES COMMISSION

Guideline on Acceptability of a Primary Insurer for a Producer Affiliated Re-Insurance Company

Introduction

In accordance with section 1 of the Insurance Act, R.S.A. c. I16 (the “Insurance Act”):

“Producer Affiliated Re-insurance Company” means a company—

- (a) that carries on the business of re-insurance;
- (b) whose re-insurance business is managed by a primary insurer of the business acceptable to the Commission; and
- (c) the ultimate beneficial owners of which are the same as those of, or affiliated with, the producer of the business reinsured.

This Guideline applies to Producer Affiliated Re-Insurance Companies (“PARCs”) licensed pursuant to paragraph 3(1)(g) of the Insurance Act and establishes the criteria for acceptability of a primary insurer managing the re-insurance business of the PARC.

Criteria

The Commission will deem as acceptable a primary insurer that:

- has an A.M. Best Company Financial Strength Rating of B+ or higher, or the equivalent rating from another rating agency acceptable to the Commission,
- is licensed and supervised in a home jurisdiction acceptable to the Commission, and
- is in good standing with its home regulator.

The above criteria must be maintained for the duration of time that such insurer acts as a primary insurer for a licensed PARC.

Approved by the Board
Anguilla Financial Services Commission

30 October 2018