

L.N. 2 of 2021

**Insurance (Authorization and Annual Fees) (Amendment)
Regulation 2021**

(Made by the Chief Executive in Council under section 128(1) of the Insurance Ordinance (Cap. 41) after consultation with the Insurance Authority)

1. Commencement

This Regulation comes into operation on 29 March 2021.

2. Insurance (Authorization and Annual Fees) Regulation amended

The Insurance (Authorization and Annual Fees) Regulation (Cap. 41 sub. leg. C) is amended as set out in sections 3 to 6.

3. Section 2 substituted

Section 2—

Repeal the section

Substitute

“2. Prescribed fees under section 13(1)(a) and (b) of Ordinance

The fees payable under section 13(1)(a) and (b) of the Ordinance are as follows—

- (a) for an authorized insurer (other than a captive insurer or special purpose insurer)—the aggregate of a fixed fee and a variable fee set out in Schedule 1;
- (b) for an authorized insurer which is a captive insurer—the aggregate of a fixed fee and a variable fee set out in Schedule 2;

(c) for an authorized insurer which is a special purpose insurer—a fixed fee set out in Schedule 2A.”.

4. Schedule 1 amended (fees payable under section 13(1)(a) and (b) of Ordinance by authorized insurer (other than captive insurer))

(1) Schedule 1, heading, after “**Captive Insurer**”—

Add

“**or Special Purpose Insurer**”.

(2) Schedule 1, column 4, heading, after “captive insurer”—

Add

“or special purpose insurer”.

5. Schedule 2 heading amended (fees payable under section 13(1)(a) and (b) of Ordinance by authorized insurer who is captive insurer)

Schedule 2, heading—

Repeal

“**Authorized Insurer who is**”.

6. Schedule 2A added

After Schedule 2—

Add

“Schedule 2A

[s. 2]

Fees Payable under Section 13(1)(a) and (b) of Ordinance by Special Purpose Insurer

| Column 1 Item | Column 2 Section of Ordinance | Column 3 Fee to be paid | Column 4 Fee |
|------------------|-------------------------------------|--------------------------------|---------------------------|
| 1. | Section 13(1)(a) | Fee payable upon authorization | A fixed fee of \$15,000 |
| 2. | Section 13(1)(b) | Annual fee | A fixed fee of \$15,000”. |

Wendy LEUNG
Clerk to the Executive Council

COUNCIL CHAMBER

5 January 2021

Explanatory Note

The main object of this Regulation is to add a new Schedule 2A to the Insurance (Authorization and Annual Fees) Regulation (Cap. 41 sub. leg. C) to prescribe the fees payable by a special purpose insurer under section 13(1)(a) and (b) of the Insurance Ordinance (Cap. 41).