

**Notification of the Insurance Commission**

**Re: Prescribing Amount, Types, Procedures, and Conditions for Maintaining Assets in Thailand of Foreign Life Insurance Companies' Branch Offices**

**B.E. 2551 (2008)**

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By virtue of Section 8, paragraph three, of the Life Insurance Act B.E. 2535 (1992), as amended by the Life Insurance Act (No. 2) B.E. 2551 (2008), together with Section 3(2) of the Insurance Commission Act B.E. 2550 (2007), the Insurance Commission hereby prescribes this Notification as follows:

Clause 1 This Notification shall be called the “Notification of the Insurance Commission Re: Prescribing Amount, Types, Procedures, and Conditions for Maintaining Assets in Thailand of Foreign Life Insurance Companies' Branch Offices B.E. 2551 (2008).”

Clause 2 This Notification shall take effect as from now onwards.

Clause 3 In this Notification:

“Bank” means a public limited company that has been permitted to engage in the commercial banking business, and shall include banks established under specific laws, commercial banks that are subsidiaries of foreign commercial banks, and branch offices of foreign commercial banks those have been permitted to engage in the commercial banking business;

“Finance Company” means a company that has been permitted to engage in the finance business.

Clause 4 The assets to be maintained in Thailand must not be less than the capital fund to be maintained under Section 27 of the Life Insurance Act B.E. 2535 (1992), as amended by the Life Insurance Act (No. 2) B.E. 2551 (2008).

Clause 5 The assets to be maintained in Thailand under Clause 4 must be in accordance with the Types, procedures, and conditions, as follows:

- (1) Cash placed with the Registrar;
- (2) Treasury bonds of the Finance Ministry;
- (3) Thai Government bonds or the Bank of Thailand bonds;
- (4) Fixed deposits at banks, or deposits at finance companies;
- (5) Bills of exchange or promissory notes drawn or issued by a bank or a finance company;

[Translation]

(6) Bonds or debentures of an organization or state enterprise for which the Finance Ministry guarantees payment of principal and interest;

(7) Real properties used as a place of business operations or for the purpose of welfare for staff members or employees of the company, and with a value not exceeding 40 percent of the assets to be maintained in Thailand.

Clause 6 The assets to be maintained in Thailand under Clause 5 must be free of encumbrance.

Notified on this 20<sup>th</sup> day of August B.E. 2551 (2008).

Permanent Secretary, Ministry of Finance  
Chairman of the Insurance Commission