

**FREQUENTLY-ASKED QUESTIONS
GUIDELINES ON CONTRACT CERTAINTY PRINCIPLES OF
GENERAL REINSURANCE ARRANGEMENTS**

A. APPLICABILITY

- 1. Are the Guidelines on Contract Certainty Principles of General Reinsurance Arrangements (the Guidelines) applicable to general insurers and general takaful operators?**

The Guidelines are applicable to general insurers and general takaful operators, in line with the *Guidelines on General Reinsurance Arrangements and Sound Practices* issued on 1 April 2013.

- 2. Are the Guidelines applicable to life (re)insurers and family (re)takaful operators?**

The Guidelines are not applicable to life (re)insurers and family (re)takaful operators, in line with the *Guidelines on General Reinsurance Arrangements and Sound Practices* issued on 1 April 2013.

- 3. Are the Guidelines applicable to captives?**

- The Guidelines are not applicable to captives.
- Notwithstanding this, captives may use the Guidelines as a guide in developing and effecting their own reinsurance/retakaful arrangements, where applicable.

- 4. What is the treatment for inwards reinsurance/retakaful which is not scoped in under the Guidelines?**

While the Guidelines are only applicable to outwards reinsurance/retakaful of Labuan insurance licensees specified under paragraph 3.1 of the Guidelines, the Labuan (re)insurer and Labuan (re)takaful operator may use the Guidelines as a guide in developing and effecting their inwards reinsurance/retakaful, where applicable.

B. DEFINITIONS

5. Certain comprehensive slips such as the Market Reform Contract used in London market are explicitly intended to allow for the slip to be a complete record of the contract. Can the Market Reform Contract be considered as contract documentation as defined under paragraph 6.0 of the Guidelines?

- The definition of contract documentation under paragraph 6.0 which refers to final documentation includes 'complete slip'.
- Market Reform Contract may be considered as a complete slip.