

THE INSURANCE COMMISSION  
OF THE BAHAMAS



August 10, 2015

TO: ALL SEGREGATED ACCOUNTS COMPANIES REGISTERED UNDER THE  
EXTERNAL INSURANCE ACT

**Re: Limit on the number of Segregated Accounts  
and Application Fees for Segregated Accounts**

The Segregated Account Company (SAC) structure is established by the Segregated Accounts Companies Act, Chapter 369. These structures may be used to facilitate insurance business in accordance with the External Insurance Act, 2009. The SAC consists of a general account, also known as the core and one or more segregated accounts, also referred to as cells. The segregated accounts (cells) are created to hold assets and liabilities separate from the general account (core) and other segregated accounts.

The SAC and each segregated account to be established therein require the approval of The Insurance Commission of The Bahamas (“the Commission”).

- 1.) Effectively immediately, the number of segregated accounts that the Commission will permit to be established within a SAC is limited to no more than 100. All SACs must maintain a current register of segregated accounts. The SAC must submit the appropriate Board Resolutions and other supporting documents to the Commission once a segregated account is wound up.
- 2.) With effect from October 1, 2015, the Commission will impose a \$250 application fee for each segregated account. The External Insurance (Forms & Fees) Regulations, 2010 will be amended to reflect the same. The revised version of the Regulation will be available on the Commission’s website.

Michele C. E. Fields  
Superintendent of Insurance