



Notice imposing conditions on Authorisation to carry on insurance business

Insurance Act 1973

To: Corrvas Insurance Pty Ltd CAN 088 684 799 (the general insurer)
c/- Ansell Limited, GPO Box 772H
MELBOURNE VIC 3001

SINCE APRA issued to the general insurer an Authorisation to carry on insurance business in Australia under subsection 12(1) of the *Insurance Act 1973* (the Act), on 26 June 2002 (the Authorisation), I, Brandon Kong Leong Khoo, a delegate of APRA, under paragraph 13(1)(a) of the Act, IMPOSE on the Authorisation the condition set out in the Schedule attached to this Notice.

This Notice takes effect on the date that it is signed.

Dated January 2005

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Brandon Khoo
Executive General Manager
Specialised Institutions Division

Interpretation

In this Notice

APRA means the Australian Prudential Regulation Authority.

insurance business has the meaning given in section 3 of the Act.

prudential standard has the meaning given in section 3 of the Act.

Note 1 Under subsection 13(1) of the Act, APRA may, at any time, by written notice to the general insurer impose conditions or additional conditions or vary or revoke conditions imposed on the insurer's authorisation under section 12 of the Act. The conditions must relate to prudential matters.

Note 2 Under subsection 13(2) of the Act, a condition may be expressed to have effect despite anything in the prudential standards.

Note 3 Under subsection 13(4) of the Act, if APRA imposes conditions on a general insurer's authorisation, APRA must give written notice to the insurer and ensure that notice that the action has been taken is published in the *Gazette*.

Note 4 Under subsection 14(1) of the Act, a general insurer commits an offence if:

- a. the insurer does an act or fails to do an act; and
- b. doing the act or failing to do the act results in a contravention of a condition of the insurer's authorisation under section 12 of the Act; and
- c. there is no determination in force under subsection 7(1) of the Act, that subsection 14(1) of the Act does not apply to the insurer.

The maximum penalty is 300 penalty units. Under subsection 14(1A) of the Act, where an individual commits an offence against subsection 14(1) of the Act, because of Part 2.4 of the *Criminal Code Act 1995* or commits an offence under Part 2.4 of the *Criminal Code Act 1995* in relation to an offence against subsection 14(1) of the Act, the individual is punishable, on conviction, by a fine not exceeding 60 penalty units. Under subsection 14(2) of the Act, an offence against section 14 of the Act is an offence of strict liability.

Schedule-the condition on the Authorisation

The general insurer may only conduct insurance business in Australia for the sole purpose of discharging liabilities that arose under policies of insurance (including reinsurance) entered into prior to 1 October 2003.