STATUTORY INSTRUMENTS

1969 No. 201

FRIENDLY SOCIETIES

The Friendly Society (Valuation) Regulations 1969

Made - - - 20*th February* 1969
Coming into Operation 1*st March* 1969

The Chief Registrar of Friendly Societies, pursuant to the powers conferred upon him by Sections 16(4) and 19 of the Friendly and Industrial and Provident Societies Act 1968(a) and of all other powers enabling him in that behalf, hereby makes the following Regulations:—

1.—(1) In these Regulations—

"the Act of 1896" means the Friendly Societies Act 1896(b);

"the act of 1968" means the Friendly and Industrial and Provident Societies Act 1968;

"society" means a society registered under the Act of 1896 to which Section 28 of that Act applies, and except so far as the context otherwise requires references to a society and to the registration under that Act of a society shall include references to a branch to which Section 28 of that Act applies and to the registration under that Act of a branch;

"life or endowment business" has the meaning assigned to it by Section 29(8) of the Finance Act 1966(c), subject to the modifications that it shall include the business referred to in paragraphs (*b*) and (*c*) of that subsection and shall not include the relief or maintenance referred to in paragraph (*a*) of that sub-section unless that relief or maintenance is insured by the society;

"life or endowment fund" means any fund of which the liabilities include liabilities in respect of life or endowment business;

"long term business" has the meaning assigned to it by Section 33(1) of the Insurance Companies Act 1958(d) as amended by Schedule 5 to the Companies Act 1967(e);

"annual return" means the return required by Section 27 of the Act of 1896 as amended by Section 11 of the Act of 1968;

"valuation" means the valuation and report thereon required by Section 28 of the Act of 1896 as modified by Section 16 of the Act of 1968.

(2) Other words and phrases used in these Regulations shall, except where the context otherwise requires, have the meanings assigned to them in the Acts of 1896 and 1968.

(3) The Interpretation Act 1889(f) shall apply to the interpretation of these Regulations as it applies to the interpretation of an Act of Parliament.

2.—(1) In relation to a society to which this Regulation applies, Section 28 of the Act of 1896 shall have effect as if it required the society—

(*a*) to cause its assets and liabilities in respect of life or endowment business to be valued under that section and to send to the Registrar a report of those assets and liabilities at least once in every three years; and

(*b*) to cause its assets and liabilities in respect of any other business (other than business to which a particular exemption from valuation under

(a) 1968 c. 55. (b) 1896 c. 25. (c) 1966 c. 18.
(d) 1958 c. 72. (e) 1967 c. 81. (f) 1889 c. 63.

Section 16(3) of the Act of 1968 relates) to be so valued and to send to the Registrar a report of those assets and liabilities at least once in every five years.

(2) This Regulation applies to any society registered before 26th July 1968 if its annual return for the year ending with the date of its last valuation (not being a valuation made pursuant to sub-paragraph (1)(*b*) of this Regulation) shows that at that date the society's life or endowment funds exceeded in the aggregate £1,000,000, or that during the year ending with that date its contribution income in respect of such funds exceeded in the aggregate £150,000.

(3) This Regulation shall not require any society to cause its assets and liabilities in respect of life or endowment business to be valued at any date earlier than 31st December 1969 or the expiration of three years from the date of its last valuation, whichever is the later.

3.—(1) In relation to a society registered on or after 26th July 1968 which carries on long term business, Section 28 of the Act of 1896 shall have effect as if it required that society to cause its assets and liabilities to be valued under that section and to send to the Registrar a report of those assets and liabilities at least once in every three years.

(2) A society to which this Regulation applies shall cause its first valuation to be made—

(*a*) in the case of a society registered within the period in any year beginning with 1st January and ending with 30th June, as at 31st December immediately following the end of a period of two years beginning with the date of its registration; and

(*b*) in the case of a society registered within the period in any year beginning with 1st July and ending with 31st December, as at 31st December immediately following a period of three years beginning with its date of registration.

4. For the purposes of these Regulations a society registered on or after 26th July 1968 shall be deemed to have been registered before that date if it is—

(*a*) formed by the amalgamation of two or more societies each of which was registered before that date; or

(*b*) a branch of a society registered or deemed to have been registered before that date.

5. In the application of these Regulations to a society with branches, a fund under the control of the central body of the society shall be deemed to be a fund of the society and a fund under the control of a branch shall be deemed to be a fund of that branch.

6. These Regulations may be cited as the Friendly Society (Valuation) Regulations 1969 and shall come into operation on 1st March 1969.

Dated 20th February 1969.

S. D. Musson,
Chief Registrar of Friendly Societies.

EXPLANATORY NOTE

(*This note is not part of the Regulations.*)

These Regulations reduce from five to three years the maximum interval between valuations for two classes of societies registered under the Friendly Societies Act 1896: new societies engaging in long term business, and other societies in respect of their life or endowment business where the funds exceed £1 million or the annual premium income exceeds £150,000.