#### SCHEDULE 3

## INSURANCE COMPANIES: COMPANIES ACT INDIVIDUAL ACCOUNTS

## PART 2

# ACCOUNTING PRINCIPLES AND RULES

### SECTION A

## ACCOUNTING PRINCIPLES

### Valuation

- **21.**—(1) The amounts to be included in respect of assets of any description mentioned in paragraph 22 (valuation of assets: general) must be determined either—
  - (a) in accordance with that paragraph and paragraph 24 (but subject to paragraphs 27 to 29), or
  - (b) so far as applicable to an asset of that description, in accordance with Section C (valuation at fair value).
- (2) The amounts to be included in respect of assets of any description mentioned in paragraph 24 (alternative valuation of fixed-income securities) may be determined—
  - (a) in accordance with that paragraph (but subject to paragraphs 27 to 29), or
  - (b) so far as applicable to an asset of that description, in accordance with Section C.
  - (3) The amounts to be included in respect of assets which—
    - (a) are not assets of a description mentioned in paragraph 22 or 23, but
- (b) are assets of a description to which Section C is applicable, may be determined in accordance with that Section.
- (4) Subject to sub-paragraphs (1) to (3), the amounts to be included in respect of all items shown in a company's accounts are determined in accordance with Section C.