MARSH CAPTIVE SOLUTIONS: LIECHTENSTEIN

GENERAL INFORMATION

Location
The Marsh Captive Solutions' Liechtenstein office was established in 2007. Vaduz offers well-developed infrastructure with all major captive managers represented. The domicile benefits from leading banking, legal, and other services. It has a highly skilled workforce and is an international insurance center. Liechtenstein is located between Switzerland and Austria and is surrounded by the Alps. The official language is German, but also English is spoken. There are direct flights from all major European and US cities to Zurich Airport or St. Gallen-Altenrhein Airport on a regular basis.

Taxation
Flat tax rate of 12.5% on taxable income — no tax on capital.

Applicable Legislation

Insurance Regulation:
Acceptable insurance subsidiaries include reinsurance single parent, direct-writing insurance captives (both life and non-life).

Authorized insurers in Liechtenstein are regulated by the Insurance Supervision Act (ISA) and the Insurance Supervision Ordinance (ISO).

They are subject to Solvency II regulation (Directive 2009/138/EC and delegated Directive 2015/35/EU).

Direct writing and reinsurance captives can engage in direct insurance business in the contracting parties of the EEA Agreement (articles 24 et seq. ISA), in third countries (article 27a ISA), and in Switzerland (Agreement LGBI. 1998 No. 129).

Regulatory Agency
Financial Market Authority Liechtenstein (FMA), www.fima-li.li

Services and Capability
• Captive feasibility study.
• Captive management.
• Actuarial services.
• Regulatory and compliance consulting.
• Solvency II tool.
• Risk consulting.

MINIMUM CAPITAL FOR CAPTIVES

Capitalization requirements according to Solvency II Directive.

Reinsurance
€1.2 million (Art. 28m § 2, ISO).

Direct writing (non-life)
€2.5 million without classes 10-15 (Annex 1 ISA, in accordance with Art. 17 § 2, ISO) respectively €3.7 million including classes 10-15.

Senior Contacts
Mattias Rittmeier
Alexandra Lüscher

Office Address
Marsh Management Services Luxembourg S.à r.l. Vaduz Branch
Registered in Liechtenstein No. FL-0002.200.777-B

Registered Office
Kirchstrasse 12
9490 Vaduz, Liechtenstein
T: +1.423.239.83.73