

SOUTH CAROLINA

SUPERVISORY JURISDICTION

South Carolina Department of Insurance

LEGISLATION

Title 38, Chapter 90 of the South Carolina Code of Laws

APPLICATION TO

Alternative Risk Transfer Services (ARTS) Division

CURRENCY

US Dollar

LICENSE APPLICATION

Data required includes application for certificate of authority, certificate of existence, articles and by-laws or operating agreement, feasibility study prepared by actuary, certificate of general good, biographical affidavits on officers and directors, list of service providers and details of service fees, detailed plan of operation.

REPORTING REQUIREMENTS

Annual filing of statement of financial condition
Annual audit
Annual loss reserve certification

CAPITAL AND SOLVENCY

Pure Captive: \$250,000
Association Captives: \$750,000
Sponsored Captives: \$1,000,000
Industrial Insured Captives: \$500,000
Special Purpose Financial Captive – Determined by Commissioner

No minimum solvency specified

FEES AND ANNUAL COSTS

Initial review: \$3,200
Application fee: \$200
Initial license fee: \$300
Annual renewal fee: \$500

TAXATION

Premium taxes on sliding scale from 0.025% to 0.40% and is subject to a minimum of \$5,000 and a maximum of \$100,000

TIME ZONE

South Carolina is located in the South East United States and is located in the US Eastern Time Zone.

The Willis logo is displayed in white text on a dark blue background, which is part of a larger yellow and blue graphic element at the bottom of the page.

WILLIS GLOBAL CAPTIVE PRACTICE

Willis is one of the leading firms of international insurance brokers specializing in the field of captive insurance companies and their management.

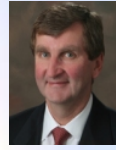
Captive development and feasibility studies are carried out by our teams of consultants. Our captive management service platform enables clients to entrust the management of their insurance company to our local operation, where our personnel will provide all the underwriting, accounting, compliance and company secretarial expertise they require.

Willis Global Captive Practice integrates Willis' global expertise with an exceptional local delivery platform and service team.

Our services include:

- Aligning captive activity to parent's strategic aims.
- Coordinating brokers, insurers, reinsurers, auditors and bankers.
- Providing clear information and advice for executive decision making.
- All aspects of routine captive management and administration including:
 - Insurance Management
 - Accountancy
 - Company Secretarial
 - Corporate Governance and Compliance
 - Banking and Investment

MAIN CONTACTS



Name: Les Boughner
Tel: +1 802 658 9466
Email: les.boughner@willis.com

Les joined Willis as Managing Director of Willis' North American Captive Practice in 2009. He is responsible for the profit and growth of the Captive Insurance company practice with offices in Vermont, Cayman, Bermuda and Hawaii. He is Past Chairman of the Captive Insurance Companies Association (CICA), is on the Program Committee of the World Captive Forum and a Director of the Self Insurance Information Association (SIIA). Les entered the insurance business in 1977 and prior to joining Willis Les held senior positions with FM Global, AIG, CNA, and Zurich.



Name: Sean Rider
Tel: +1 212 915 7865
Email: sean.rider@willis.com

Sean joined the Willis Captive Consulting Practice as a Senior Consultant in 2007. He is responsible for the development and execution of alternative risk financing consultancy related to all segments of the captive marketplace. Sean has specialized in alternative risk transfer business and, in particular, captive business for the entirety of his career. Prior to joining Willis, he was the Director of North American Business Development for HSBC Insurance Management, providing consultancy for a variety of captive structures. He also worked for Discover Re, developing reinsurance and fronting programs for captives.