

MARKET BULLETIN

REF: Y4651

Title	Netherlands – Insurance Premium Tax Rate Increase
Purpose	To notify underwriters and brokers of the increase to the insurance premium tax rate applicable to Dutch risks.
Type	Event
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Deadline	Immediate

This bulletin advises the market of the impending increase in the Dutch premium tax rate from 9.7% to 21%.

For a number of months, the Dutch Ministry of Finance has been in the process of enacting legislation which provides for an increase in the premium tax rate. Initially it was believed that the rate change would be effective from 1 April however the Dutch authorities have decided to bring forward the effective date of the rate change to 1st January 2013. In addition they have not provided transitional arrangements so the change of rate will have an immediate effect.

The details of the proposed premium tax increase and special rules may still be subject to change but should be confirmed on 17 December 2013 when the Bill goes to the Upper House of the Dutch Parliament.

Unless otherwise advised all Dutch business incepting on or after 1 January 2013, irrespective of the premium due date will be subject to the 21% tax rate. In addition Dutch business incepting prior to 1 January that has a premium due date on or after 1 January 2013 will also be subject to the 21% rate. The premium due date is the date on which the premium is payable by the insured to the broker.

Any changes to the above arrangements will be published on Crystal.

If you have any queries on the content of this Bulletin please contact:

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