

**Palestinian National Authority
Council of Ministers**

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Council of Ministers**

**Statute for Setting the Level of Fees or the Tariff specified for Vehicles Insurance and Workers
Insurance
No. 10 for the year 2008
(Council Decision No. 2 for the year 2008)**

Council of Ministers:

After perusal of the Insurance Law No. 20 for the year 2005, particularly Article (5 / 6 / ج) of it, and the Law on Capital Market Authority No. 13 for the year 2004.

And on the nomination of the Capital Market Authority,

And the recommendation of the Supreme National Group for Legislative Plan

The approval of the council of ministers in their meeting in Ramallah on 4/8/2008, and upon to the authorities assigned to us and upon the necessities of public interest; the following statute has issued:

Article 1

The following words shall have the meanings assigned to them below:

1	Minimum Tariff	Minimum price on vehicle and workers insurance which is defined by the Department of Insurance and is binding to all Insurance Companies and Agents (attached to this regulation)
2	Company	Insurance Company or Local Branch of Foreign Insurance Company

Article 2

Insurance Companies and Insurance Agents are committed not to issue insurance policies for vehicles and workers at lower fees than the minimum tariff of standard prices for vehicles and workers insurance which are issued by the Department of Insurance in the Authority and set out in Appendix 1 and Appendix 2 of this regulation and form an integral part of it.

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Article 3

General Director of Insurance Department is entitled to take any punitive actions towards the Companies and Agents there violate the rules of this statute. These punitive actions will be implemented according to the statute of Fines and Penal Procedures of the violation of the compulsory tariff of the insurance fees in force.

Article 4

All violations signed by the insurance management against divergent companies and agents will be published in the available media.

Article 5

In the event of the absence of tariffs for a particular type of vehicle or class of workers the Department of Insurance and upon the written approval of the Director will calculate the minimum tariff as compared with what is contained in the Tariff Tables attached to this statute; and this scale shall be binding on Companies and Agents until obtaining the council of ministers gives its approval of the tariff for the new categories.

Article 6

All that contradicts with the provisions of this statute are null and void.

Article 7

All competent authorities shall execute the provisions of this statute that will be put force as from the date of its issuance in the officinal Gazette.

Issued in Ramallah on 4/8/2008
corresponding to the third of Sha'ban in 1429

Salam Fayyad

Prime Minister

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Appendix 1

The Minimum Tariff for Mechanical Vehicles Insurance in Palestine

#	Category	Compulsory Insurance Premium				Premium of Civil Liability on Physical Damages to the Third Party (Sheqel)	Insured Person Liability on Physical Damages to the Third Party (Sheqel)
		Main Premium including Issuance Fees (Sheqel)	Capital Market Authority Dues (Sheqel)	Palestinian Fund Dues (Sheqel)	Total of union Share (Sheqel)		
Private Vehicles (By Cylinders Capacity)							
1	Up to 1.000 CC	593	18	89	705	200	400
2	From 1.001 – 1.500 CC	678	20	102	805	200	400
3	From 1.501 – 2.000 CC	890	27	133	1.055	250	400
4	More than 2.000 CC	1.187	36	177	1.405	250	400
Commercial Vehicles (by Vehicle's Weight or Type)							
5	Up to 1 Ton	1.060	32	158	1.255	300	750
6	More than 1 Ton and up to 1.6 Ton Opened or Closed	1440	44	216	1.705	300	750
7	More than 1.6 – 4 Ton	2.161	65	324	2,555	300	750
8	More than 4 Tons	1.992	59	299	2.355	450	1.000
9	Tipper	1.907	57	286	2.255	450	10000
10	Tipper + Jack	2.203	66	331	2.605	450	1.000
11	Fuel Transfer	2.288	69	343	2.705	600	1.500
12	Up to 1 Ton + Jack	975	29	146	1.155	450	1.000
13	More than 1 Ton and up to 1.5 Ton + Jack	1.483	45	222	1.755	450	1.000
14	More than 1.5 Ton and up to 4 Tons + Jack	2.077	62	311	2.455	450	1.000
15	More than 4 Tons + Jack	2.373	71	356	2.805	450	1.000
16	Mixer and Cement Pump	2.373	71	356	2.105	450	1.000
17	Water Tank	1.780	53	267	2.355	450	1.000
18	Seepage Tank	1.991	60	299	2.805	600	1.000
19	Garbage	2.373	71	356	2.805	450	1.000
20	Truck with Ladder or electrical Cart	2.373	71	356	3.005	1.000	1.000
21	Winch	2.543	76	381	2.105	1.000	1.000
22	Meat Refrigerator	1.780	53	267	2.805	450	1.000
23	Truck + Mechanical Broom (Hoover)	2.373	71	356		450	1.000
Tractors							
24	Normal Pillar up to 1 Ton	127	4	19	155	600	1.000

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25	Normal Pillar more than 1 Ton and up to 16 Tons	297	9	44	355	1.000	1.000
26	Normal Pillar More than 16 Tons	382	11	57	455	1.000	1.000
27	Tipper Pillar up to 16 Tons	382	11	57	455	1.150	1.000
28	Tipper Pillar More than 16 Tons	509	15	76	605	1.300	1.000
29	Fuel Tank Pillar up to 29 Tons	678	20	102	805	1.000	1.000
30	Fund Trailer for Switching up to 30 Ton	423	13	64	505	1.000	1.000
31	Movable Jack Trailer up to 30 Tons	678	20	102	805	1.000	1.000
Other Various Mechanism							
32	Ambulance	1.398	42	210	1.655	450	1.000
33	Mobile Clinic Vehicle	1.398	42	210	1.655	450	1.000
34	Fire Vehicle	1.186	36	178	1.405	450	1.000
35	Gas Distribution Vehicle	1.483	44	223	1.755	600	1.500
36	Hearse Vehicle	1.186	36	178	1.405	450	1.000
37	Grader	509	15	76	605	1.000	1.000
38	Hurry Rams Bulldozer	509	15	76	605	1.000	1.000
39	Small Bulldozer Calf	509	15	76	605	1.000	1.000
40	Fire Vehicle with Ladder	1.398	42	210	1.655	450	1.000
41	Diggers for Water Wells	2.373	71	356	2.805	1.000	1.000
42	Telescopic Holder	509	15	76	605	1.000	1.000
43	Vehicle for Painting Roads	509	15	76	605	1.000	1.000
44	Crawler Bulldozer	509	15	76	605	1.000	1.000
45	Crawler Tractor	509	15	76	605	1.000	1.000
46	Crawler Digger	1.187	36	177	1.405	600	1.000
47	Roller	890	27	133	1.055	500	1.000
48	Dunbar, Mechanical Broom	509	15	76	605	500	1.000
49	Asphalt Dissemination	1.991	60	299	2.355	500	1.000
50	Agricultural Tractor	593	18	89	705	1.000	1.000
51	Bulldozer	509	15	76	605	1.000	1.000

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52	Health Vehicle up to 29 Tons	2.373	71	356	2.805	450	1.000
53	Truck for Exchanging Funds up to 34 Tons	2.543	76	381	3.005	1.000	1.000
54	Pressure Truck of the waste up to 19 Tons	2.373	71	356	2.805	450	1.000
55	Spider Winch up to 15 Tons	2.373	71	356	2.805	450	1.000
56	Digger Vehicle less than 19 Tons	2.119	63	318	2.505	1.000	1.000
57	Digger Vehicle more than 19 Tons	2.373	71	356	2.805	1.000	1.000
58	Clearance and Drag Vehicle up to 19 Tons	2.712	81	407	3.205	1.000	1.000
59	Control Truck to transfer other Vehicle up to 6 Tons	2.543	76	381	3.005	1.000	1.000
60	Auto transporter Vehicle up to 15 Tons	1.780	53	267	2.105	450	1.000
61	Tractor with a link to drag	1.017	31	152	1.205	1.000	1.000
62	Electrical Winch up to 5 Tons	2.373	71	356	2.805	1.000	1.000
Motorcycles by Engine Capacity							
63	Up to 50 CC	678	20	102	805	300	1.000
64	From 51 – 250 CC	805	24	121	955	300	1.000
65	More than 250 CC	890	27	133	1.055	300	1.000
Taxis (based on Passengers number) - One Driver Only							
66	From 4 – 6 Riders	1.186	36	178	1.405	300	1.000
67	7 Riders	1.780	53	267	2.105	300	1.000
68	8 Riders	1.949	59	292	2.305	300	1.000
Taxis (based on Passengers number) - Two Drivers Only							
69	From 4 – 6 Passengers	1.271	38	191	1.505	350	1.000
70	7 Passengers	1.907	57	286	2.255	350	1.000
71	8 Passengers	2.034	61	305	2.405	350	1.000
Private and Tourist Buses (based on Passengers number)							
72	Up to 20 Riders	1.653	49	248	1.955	700	1.000
73	Up to 50 Riders	4.153	125	622	4.905	700	1.000
Public Buses (based on Passengers number)							
74	Up to 20 Riders	2.670	80	400	3.1550	700	1.000
75	Up to 50 Riders	5.636	169	845	6.655	700	1.000
Vehicles Trade							
76	Cars	1.186	36	178	1.405	1.000	1.000
77	Motorcycles	763	23	114	905	1.000	1.000
Cars for Rent (Private Cars by Cylinder Capacity and the commercial ones by weight)							
Private Cars							
78	Up to 1.000 CC	1.186	36	178	1.405	600	1.500
79	From 1.001 – 1.500 CC	1.398	42	210	1.655	600	1.500
80	From 1.501 – 2.000 CC	1.610	48	242	1.905	600	1.500
81	More than 2.000 CC	1.907	57	286	2.255	600	1.500

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	Commercial Cars						
82	Up to 1.6 Ton	2.500	75	375	2.955	1.000	2.500
83	More than 1.6 Ton – and up to 4 Tons	3.178	95	477	3.755	1.000	5.000
84	More than 4 Tons	2.966	89	445	3.505	1.000	5.000

Table for the Tariff of Car Body Insurance Premiums (Supplementary Insurance)

#	License Type	Minimum annual premium (Sheqel)	Endurance – Accident Fees (Sheqel)
1	Private Cars	1.75 % Of the vehicle value of not less than 1.000 Sheqel	1.% Of the vehicle value of not less than 750 Sheqel
2	Commercial Cars and Equipments	2 % Of the vehicle value of not less than 1.500 Sheqel	1 % Of the vehicle value of not less than 1.000 Sheqel
3	Taxi	2.5 % Of the vehicle value of not less than 1.500 Sheqel	1 % Of the vehicle value of not less than 2.000 Sheqel
4	Buses	2 % Of the vehicle value of not less than 2.000 Sheqel	1 % Of the vehicle value of not less than 2.000 Sheqel
5	Rent Cars	3 % Of the vehicle value of not less than 3.000 Sheqel	1 % Of the vehicle value of not less than 3.000 Sheqel

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Appendix 2

The Minimum Tariff for Workers Insurance in Palestine

Category I: The Administrative and Intellectual Works

Price: 0.5%

- Clerics
- Judges
- Merchants
- Insurance Staff
- Doctors
- Lawyers
- Engineering Office Staff
- Bank Staff
- Accountants
- Pharmacists
- Writers and Poets
- Real Estate Mortgage Staff
- Capital Staff
- Leasing Finance Staff
- Money Change Offices Staff
- Computer Services Staff
- Editors
- Painters
- Legal, Administrative and Cultural Consultancy Staff
- Professors of Universities, Institutes and Schools
- Aviation, Tourism and Travel Offices Staff
- Staff of Drama, Film and Television Services
- Staff of International Organizations and Non-Governmental Organizations
- Waiter in Restaurants and Hotels
- Medical Services Staff (Laboratory, Radiology, Treatment, Medical Tests)

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Category II: Supervision Work that Requires Field Visits

Price: 0.75%

- Field Engineering Supervision Staff
- Store-men
- Other Building and Workshop Inspectors
- Sports (Coaches)
- Land Surveyors

Category III: Miscellaneous Type of Work

Price: 1.25%

- Street Peddlers
- Cleaning Workers
- Sewing Factory Workers
- Nursery Workers
- Jewelry Sellers
- Tobacco Factory Workers
- Concrete Examining Workers
- Guards
- Barbershops and Beauty Center Workers
- Clock Sellers and Repairers
- Supermarket Workers
- Porters using equipments
- Car tires puncture workers
- Workers for Filling Thyme and Grains (Manually)
- Workers for Filling Towels (Manually)
- Pharmaceutical Industry Workers

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Category IV: Technical Manual Work

Price: 2 %

- Municipality Workers and Employees
- Farms and Slaughterhouse Workers
- Upholstery and Carpet Industry Workers
- Printing and Binding Workers
- Furniture Workers
- Decoration and Crafts Workers
- Bakery Workers
- Decoration Workers
- Engineering Equipment Operators
- Fuel Station Workers
- Chefs
- Amusement Park Workers and Staff
- Porters (Manually)
- Post-men
- Dairy Production Workers
- Medics
- Sweets and Confectionery Workers
- Electrical Tool Industry Workers
- Fodder industry workers
- Lifeguards
- Jewelers
- Mortadella Meat Manufacturing Workers
- Newspaper, Radio and Television Reporters

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Category V: Non-Technical Hand Work or the Dangerous Technical Work

Price: 3.25 %

- Car Exhaust Workers
- Repairing Buildings and Construction Workers
- Sponge Industry Workers
- Sanitary Tools Workers
- Plastic Industry Workers
- Paint Industry Workers
- Electricity Workers
- Cars Body Repair Workers
- Mechanics
- Plumbers
- Aluminum Technicians; Cutting and Installation
- Olive Oil And Sesame Press Workers
- Nylon Industry Workers
- Wall Prop Workers
- Butchers
- Workers for Gas Sale and Filling
- Workers for slitting the Soil Roads
- Concrete Loading and Unloading Workers
- Elevators Installation and Maintenance Workers
- Sidewalk Construction Workers
- Car Paint Workers
- Soap Industry Workers
- Paper and Cardboard Industry Workers
- Placard Workers
- Chemical Industry Workers (Detergents, Disinfectants, and Powder)
- Bleaching Workers
- Hinges and Locks Industry Workers
- Central Heating and Air Conditioning Workers
- Metal Furniture and Steel yard Industry Workers

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- Cleaners for Building Frontages, including the glass surfaces using a Lifting Van

Category VI: Dangerous Manual Works

Price: 5.5 %

- Smith craft Workers
- Stone Crushing Workers
- Carpentry Workers
- Smelters
- Tree Cutters
- Tin Plate And Thin Sheet Iron
- Turning and Carving Stone Workers
- Quarry Workers
- Marble Cut and Install Workers
- Brick and Tile Workers
- Iron, Steel and Metal Factory Workers
- Brick Installation Workers
- Welding and Turnery Workers
- Manufacturing, Cutting and Fixing of Glass Workers.
- Cleaners for Building Frontages (Manually)

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Important Notes:

1. The annual premium is calculated by multiplying the mentioned percentage with the overall annual wages for workers.
2. Issuance fees are: (43%) of the annual premium.
3. Fees include the diseases of the specified career under the Labor Law and its implementing tables:
4. Fees of short duration when issuing or cancelling as the following:
 - For a period not exceeding one month: 15% of annual premium.
 - For more than one month and not exceeding three months: 35% of annual premium.
 - For more than three months and not more than six months: 65% of annual premium.
 - For more than six months and not more than nine months: 90% of annual premium.
 - For more than nine months: 100% of annual premium.
5. Fees of short duration do not apply to construction projects that have in advance the limited duration. However, in case of duration extension or cancellation, the short duration fees will apply.
6. Long-term Discount:
 - Insurance for a period of two years: 10% of annual premium.
 - Insurance for a period of three years: 15% of annual premium.
7. The Palestinian Federation of Insurance Companies is the Technical Reference that determines the category in which the type of work belongs to it in case of any confusion when determining the fees.

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Part II: Insurance Types which are conducted by the Company, according to its Current License

No.	Insurance Types conducted by the Company	Yes\No
1	Vehicles and its related responsibilities	
2	Marine, Aviation and Transport and its related responsibilities	
3	Fire, Theft and its related accompanying dangers	
4	General Accidents and the Civil Liability	
5	Health Insurance	
6	Life Insurance	
7	Other Types of Insurance	
Does the Company wish to renew all currently licensed types		

If the answer is (No) ; it will include the insurance types which the Company is willing to renew only			
1		4	
2		5	
3		6	

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Part III: Financial Information (Please Attach them)

No.	Statement	For Insurance Control Department Usage
1	Audited Budget for the last fiscal year with the auditor's report and full explanations	
2	Estimated Budget for the coming fiscal year includes a minimum budget and income statement and profit and loss account for the various insurance types	
Data listed below are provided to us at the end of 30 September of this year:		
3	Interim Financial Statements and explanations	
4	Detailed breakdown of the current balances with the banks	
5	Detailed breakdown of the Fixed Deposits Balance Given Duration and Place of Fixed Account	
6	Detailed Report of the debts. Due to the company.	
7	Detailed breakdown\Report of accounts with related parties debtor and creditor	
8	Report for investment details with partner companies or related ones	
9	Detailed breakdown of the Company Investments (kept for trading, and for the due date, and available for sale for A reasonable Price)	
10	Report of the fixed assets and their wear and tear including real estate, buildings and land and their estimation	
11	Detailed breakdown of payable loans and their due dates	
12	Report of Payable Accounts	
13	Report for the Technical Reserves Balances Details and different allocation. (Including a provision of the Palestinian Fund to compensate victims of road accidents and Authority's provision and stamp provision)	
14	Detailed breakdown of the components of the authorized and paid up capital and the method of paying it	
15	Detailed breakdown of the mandatory and optional Reserve Balances and the basis of their calculation	
16	Detailed breakdown of the balances of revenues and expenses of	

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	various insurance types	
17	Detailed breakdown of the administrative and public expenses balances	
18	Report shows the number of cases lodged against the Company, their fees, Company's opinion and the reserve created by the Company to meet the expenses	
19	Copy for the latest tax Clearance has been concluded with the competent departments	
20	Report to calculate the Company's Solvency margin as at the end of the third quarter of the current financial year (as per the used forms)	

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Part IV: Other Attachments

The Request Form will not be considered complete unless the Authority is provided with all the data and documents listed below:

No.	Statement	For Insurance Surveillance Department Usage
1	List of the member names of the current Board of Directors and its Director-General and names of the persons who are authorized to sign for it and key staff and their curriculum vitae	
2	List of the Company's branches, names and their addresses	
3	List of the names and addresses of the Insurance Agents, Insurance Brokers, Insurance Inspectors and Medical Services Companies and other Insurance Services Providers who deal currently with the Insurance Company	
4	Copy of the summary of reinsurance agreements signed with the Company in the current year and next year	
5	Proof of payment of required fees accordingly	

Part V: Written Declaration

I affirm that all authorized data and the accompanying document with the Renewal Application Form are correct and consistent with the provisions of the law I sign:

Name: **Job:**

Signature: **Date:**

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Part VI: For Insurance Control Department Usage

	Company's achievement of the minimum solvency margin
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Insurance Control Department Recommendation:

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Issued in Al Bireh city on 22/9/2008

Corresponding to 22 of Ramadan 1429

Signature

Maher Al-Masri

Chairman