

Central Bank of Ireland changes to the Insurance Compensation Fund (ICF) levy

with effect from 1st January 2026

- The Insurance Compensation Fund (ICF) is changing from 2% to 1% with effect 1st January 2026. This will apply to **all** transactions effective from that date.
- We currently charge a 5% levy on the premium for all AIIDAC products. Products that are exempt from the levy are:
 - Engineering Special Service JA
 - Marine Cargo MA
 - Marine (Renewables) MB
 - Craft NP

- The current levy is made up of a 3% government stamp duty and 2% Insurance Compensation Fund (ICF).
- Effective January 1st 2026, all transactions will be charged a 4% levy (3% stamp duty + 1% ICF).

Please read some examples below on how the change will be applied:

1. **Transactions** with an effective date from 01/01/2026 will be charged the new levy 4%.
2. **Transactions** with an effective date up to and including 31/12/2025, transacted after 01/01/2026 will be charged the old levy 5%.

Some example scenarios below after the Go-live date 1st January 2026 to help confirm the understanding:

Example	Transaction Type	Transaction Date (date keyed into the system)	Effective Date for MTA, Inception date for NB	Levy Percentage	Reason to explain levy
1	New Business	18/12/2025	02/01/2026	4%	New Business with an inception date after the new 1% ICF rate comes into affect.
2	New Business	05/01/2026	29/12/2025	5%	New Business with an inception date before the new 1% ICF rate comes into affect.
3	New Business	18/12/2025	18/12/2025	5%	Current dated NB in December 2025.
4	New Business	05/01/2026	05/01/2026	4%	Current dated NB in January 2026.
5	MTA	18/12/2025	02/01/2026	4%	Future Dated MTA, regardless of policy inception date or renewal date the effective date of the MTA transaction occurs after the new 1% ICF rate comes into affect.
6	MTA	05/01/2026	29/12/2025	5%	MTA, regardless of the policy inception date or renewal date, the effective date of the MTA transaction occurs before the new 1% ICF rate comes into affect.
7	MTA	18/12/2025	18/12/2025	5%	Current dated MTA in December 2025, regardless of policy inception date or renewal date the effective date of the MTA transaction occurs before the new 1% ICF rate comes into affect.
8	MTA	05/01/2026	05/01/2026	4%	Current dated MTA in January 2026, regardless of policy inception date or renewal date the effective date of the MTA transaction occurs after the new 1% ICF rate comes into affect.

NB = New Business; MTA = Mid Term Alteration

Some example Renewals after the change in levy goes Live:

Example	Transaction Type	Renewal processed date / Transaction date	Renewal date	Levy Percentage	Reason to explain levy
1	Renewal	Nov 2025	05/01/2026	4%	Renewal date on or after 01/01/2026, as shown on the Schedule.
2	Renewal	January 2026	01/03/2026	4%	Renewal date on or after 01/01/2026, as shown on the Schedule.
3	Renewal	January 2026	18/12/2025	5%	Late Renewal (due to issues or errors with policy).
4	MTA with effect from Renewal date	18/12/2025	18/12/2025	5%	The effective date of the MTA transaction occurs before the new 1% ICF rate comes into affect.
5	MTA with effect from Renewal date	18/12/2025	05/01/2026	4%	The effective date of the MTA transaction occurs after the new 1% ICF rate comes into affect.
6	MTA with effect from Renewal date	05/01/2026	18/12/2025	5%	The effective date of the MTA transaction occurs before the new 1% ICF rate comes into affect.
7	MTA with effect from Renewal date	05/01/2026	05/01/2026	4%	the effective date of the MTA transaction occurs after the new 1% ICF rate comes into affect.