



Australian Government

**Private Health Insurance
Administration Council**

Circular

Circular No 06/01

Replaces Circular: N/A

13 January 2006

CAPITAL ADEQUACY STANDARD – MARKET YIELD RATE

PHIAC has determined that the market yield applicable to the calculation of the Renewal Option Reserve to be applied by all Registered Health Benefits Organisations for the quarter ended 31 December 2005 is **5.393%**.

The investment earnings rate as prescribed by Division 2.8 of the *Health Benefits Organizations – Interpretation Standard 2005* is **4.393%**.

Contact Officer:

Paul Groenewegen (02) 6215 7966 • email: paul.groenewegen@phiac.gov.au
Suite 16 • 71 Leichhardt St • Kingston • ACT • 2604
Internet: <http://www.phiac.gov.au/circulars/index.htm>