

**Question No: 92**

**Question: Territory Insurance Office**

**Date: 25/02/92**

**Member: Mr EDE**

**To: TREASURER**

1. What is the budgeted Territory Insurance Office dividend payable under section 26 of the Territory Insurance Office Act for 1991-92.
2. What impact will the announced 1990-91 Territory Insurance Office losses in Work Health cover have on the anticipated dividend.
3. What impact will the announced collapse of Territory Insurance Office subsidiaries Investnorth and the Yulara Development Corporation have on the anticipated dividend.

**ANSWER**

1. The budgeted contribution for 1991-92 under sections 26 and 28 of the Territory Insurance Office Act is \$2m.
2. Any loss in any class of business would impact on the aggregate result and thereby reduce the Territory Insurance Office's capacity to contribute to the Northern Territory budget.
3. The full extent of the Territory Insurance Office's financial involvement in Investnorth Ltd and the Yulara Development Company has been shareholdings totalling \$9000. These shares have now been purchased for \$9000 by the Northern Territory government. Consequently the anticipated contribution by the TIO to the Consolidated Fund will be unaffected by the restructuring transactions to which the question alludes.