**Appendix 1**

**Letter – declaration of Solvency II Status (Agents established for more than 2 years)**

*(to be addressed to Sean McGovern, Chief Risk Officer and General Counsel, Lloyd’s)*

**Authorisation of Internal Model in respect of [Agent name – Syndicate no(s)]**

In accordance with Lloyd’s requirements and Article 112 of Directive 2009/138/EC, I hereby request Lloyd’s continued authorisation of the internal model in respect of [syndicate number(s)], in order that the model may be used to calculate the Solvency Capital Requirement (SCR).

I confirm that:

* The assessment made by the Board of [Agent] is a true and fair view of the compliance with the full Solvency II tests and standards as at 12 December 2014.
* the Internal Model for *[Syndicate no(s)]* has been validated as meeting the model tests and standards required by Lloyd’s (other than any exceptions noted within the confirmation statements enclosed) and that the validation report submitted on *[23 September]* supports this.
* the Internal Model has been used by *[Syndicate no(s)]* during 2014 as part of *[Agent]*’s risk management system and decision making processes in accordance with the requirements of Article 120 of Directive 2009/138/EC.
* the information contained in this letter and the attached “Status of completion schedule” is accurate and complete as at *[insert date]* to the best of my knowledge and I have taken all reasonable steps to ensure that this is the case. All material facts or details relevant to the confirmation have been disclosed.
* this application has been subject to full board approval and that we have discharged our responsibilities in line with the statement of board responsibilities.

I am aware that firms are required to deal with the PRA, FCA and Lloyd’s in an open and cooperative way, including with respect to the provision of information. I will notify Lloyd’s immediately if there is a significant change to the information given to support the submission. I understand that failure to do so may result in a delay in the processing of this submission or Lloyd’s ability to make a determination.

Yours sincerely

[Signature]

[Name – CEO/CFO/FD/SNP]

[Managing Agent]

[Date]