

MARKET BULLETIN

REF: Y4998

Title	Coverholder Regional Mapping Amendments
Purpose	Updates Lloyd's international requirements for coverholder approval (amending Market Bulletin Y4125, dated 13 February 2008)
Type	Event
From	Peter Montanaro – Head of Delegated Authorities Performance Management Directorate
Date	13 th May 2016
Deadline	Immediate
Related links	http://www.lloyds.com/the-market/i-am-a/delegated-authority/applications-and-processes/post-approval-changes/regions

Purpose of Bulletin

This bulletin is intended to detail the Lloyd's process for granting coverholder regional extensions, following recent changes. It is in amendment to Market Bulletin Y4125 "Coverholder approval: international requirements"

Coverholder regional extension approval

Lloyd's has undergone a remapping exercise of the specific regional territories coverholders are authorised to write within. This is in order to streamline, better control and monitor the flow of delegated authority business. This process will be completed by 15 May 2016.

Lloyd's delegated authorities have identified an area for improvement with regards to the regional permissions which are being granted to coverholders on ATLAS and subsequently selected on BAR when a binder authority is registered.

Lloyd's currently codes these regions as follows:

- Australia
- Canada
- Europe (EEA Countries)

- Switzerland
- US (Including Illinois and Kentucky)
- US Virgin Islands
- Other Licensed
- All Unlicensed

As part of the project Lloyd’s Delegated Authorities have decided to recode these groupings to the following. Within each of these groups are the various countries/territories which sit behind them (as outlined in the Regional Mapping Document). This document will be found under “Post Approval Changes” within the applications and processes page on the new Delegated Authorities homepage on Lloyds.com.

African (Licensed/Unlicensed)	Europe (Unlicensed)	Middle East (Licensed/Unlicensed)
Asia & Pacific (Licensed/Unlicensed)	Hong Kong SAR	New Zealand
Australia	India	Singapore
Canada	Israel	South Africa
Caribbean (Licensed/Unlicensed)	Japan	Switzerland
Central & South America (Licensed/Unlicensed)	Labuan emanating	United Arab Emirates
China	Malaysia	US (incl. Illinois, Kentucky on admitted basis)
Europe (Licensed)	Mexico	US Virgin Islands

By recoding these regions and splitting specific territories out, this will enable a more streamlined approach for the market and will improve Lloyd’s monitoring of where business is emanating from.

Where a specific territory has been grouped within an overall region, such as an African (Licensed/Unlicensed) regional extension, the individual territories that fall under this region will now be able to be selected on BAR. Users will be able to do so by either selecting the individual country/territory or by selecting all territories which fall within that region.

As per the current process, for some specific territories, Lloyd’s Delegated Authorities will be asking for more detailed information to be provided before approving the regional extension. The information we will be requesting has been collated from the Lloyd’s country managers and is available on Lloyds.com under “Post Approval Changes”.

With effect from 15 May 2016, Lloyd’s is looking to implement these changes across ATLAS and BAR; therefore, after this date any new binders or renewal of existing binders will need to be registered under the new regional classifications.

Any regional permissions a Coverholder is currently authorised for will be grandfathered over to the new regional clarifications.

Lloyd's trading rights

Please note that the ability for a Coverholder to write in a specific territory is subject to Lloyd's licensing or regulatory status as listed on Crystal. Approval by Lloyd's Delegated Authorities of a regional extension does not amount to a regulatory authorisation and to their own intermediary licensing to trade in the territory or territories for which approval has been obtained. For up-to-date guidance on Lloyd's global trading rights, always check Crystal or speak to the Lloyd's International Trading Advice ("LITA") team.

Additional Guidance

Regional extensions are required where the Coverholder will be binding risks that create risk location in territories not currently approved for the Coverholder on ATLAS. For assistance with deciding on the location of a risk for tax and regulatory purposes, Lloyd's has developed the Risk Location, which can be assessed using this link:

http://www.lloyds.com/Lloyds_Worldwide/Risk_locator/.

Details of where Lloyd's is licensed can be found using Crystal's interactive map, which can be viewed here:

<http://www.lloyds.com/Crystal/Flash/worldmap/iMap.aspx>

Further information

If you have any questions with regard to this bulletin, you are asked to contact:

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If you have any questions in relation to global trading please contact:

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