

MARKET BULLETIN

From	Director Worldwide Markets Directorate (extn 6677)
Date	23 November 2005
Reference	Y3678
Subject	Turks and Caicos Islands - Special Dispensation to write certain classes of business
Action points	Underwriters and Lloyd's brokers to note
Deadlines	Effective immediately

Purpose of bulletin

The purpose of this market bulletin is to advise underwriters that they are able to write certain categories of business in the Turks and Caicos, incepting on or before 30 September 2006, without obtaining a dispensation from the Regulator.

Lloyd's underwriters' trading status

Lloyd's is an unlicensed insurer in the Turks and Caicos Islands. In order to write insurance business as an unlicensed insurer, the law requires the local licensed insurance broker to obtain a dispensation from the regulator, to place it with an unlicensed insurer.

Following negotiations between Worldwide Markets and the Superintendent of Insurance, the Turks and Caicos Islands Licensing Committee of the Financial Services Commission has granted a 'Special Dispensation' to local licensed insurance brokers, for certain insurance business placed with Lloyd's underwriters. This arrangement will avoid the need for specific business to be referred to the regulator, as per the Insurance Ordinance and Subsidiary Legislation, Chapter 121, Section 7(10).

The classes of insurance business covered by the 'Special Dispensation' are:

1. Aviation and Aircraft
2. Professional Indemnity/Errors & Omission
3. Directors & Officers Liability
4. Commercial Marine
5. Jewellers Block

6. Energy Liability

The 'Special Dispensation' covers risks incepting up to 30 September 2006, when the arrangement will be reviewed by the regulator. Worldwide Markets will discuss the situation with the Superintendent of Insurance prior to this date, to ensure, where possible that the 'Special Dispensation' continues to cover the classes mentioned above.

Further information

If you have any queries about this market bulletin, please contact Lloyd's Worldwide Market Services:

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This market bulletin has been sent to active underwriters, compliance officers of managing agents, Lloyd's brokers and the LMA.

The information contained in this market bulletin is provided in order to support managing agents in meeting their commitment ***'to protect Lloyd's licences and authorisations to conduct insurance business in the UK and overseas'***. The information will also help underwriters decide, prior to binding, how a risk can be underwritten in compliance with Lloyd's trading rights in the country concerned.

Julian James
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