

MARKET BULLETIN

REF: Y3987

Title	AUSTRALIA: NEW GENERAL INSURANCE CODE OF PRACTICE
Purpose	This bulletin provides an update to the previous bulletin of the same title (Y3937).
Type	Event
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Deadline	
Related links	http://www.lloyds.com/Lloyds_Worldwide/Country_guides/Australia/Australia_Quick_reference_guide.htm?country=Australia

Purpose and Scope of Bulletin

The market bulletin released on 29 December 2006 (Y3937) advised that Lloyd's had signed up to the General Insurance Code of Practice (the Code) with effect from 22 January 2007. The Code applies in respect of all direct insurance policies issued under a binding authority by an Australian coverholder but Lloyd's negotiated an exemption for business written outside of Australia and binding authority claims which are above the coverholder's claims handling authority and adjusted in London.

Update

We have made further interpretations with regard to the application of the Code and Lloyd's business in Australia. These cover the following:

- Interpretation of when claims become subject to the new Code in terms of binder inception/renewal.
- Amendment to Section 4 of the Australian mandatory wording for binding authorities (LSW649b).
- The application of the Alternative Disputes Resolution Clause (LSW1145).

Further details can be found within the Australia country manual, which can be located on the Australia country page on Lloyds.com. The country manual requires a password. Please contact International Trading Advice (details below) for this information.

General

If you have any queries, please contact either of the following:

Lloyd's International Trading Advice:

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Lloyd's General Representative in Australia:

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This bulletin has been sent to active underwriters and the Compliance Officers of Lloyd's brokers and managing agents and for information, to the LMBC and 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.

More detailed information on Lloyd's trading rights may be found on www.lloyds.com/worldwide. Select the appropriate country from the Lloyd's trading status box (located on the left hand side of the web page) which will take you to the appropriate Quick Reference Guide. More detailed information may then be obtained for certain countries by selecting 'Manual' from the menu on the left hand side of the screen. You will be asked to input a password. Please contact International Trading Advice (contact details as above) in order to obtain this information.

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