

MARKET BULLETIN

REF: Y4220

Title	2009 MEMBERS' SUBSCRIPTIONS AND FRANCHISE PERFORMANCE & RISK MANAGEMENT CHARGE
Purpose	Notification of payment dates
Type	Scheduled
From	Ian Wootten, Manager, Financial Control, Finance Risk Management & Operations. Contact details: 01634 392098 ian.wootten@lloyds.com
Date	16 December 2008
Deadline	Payments due 7 January 2009 and 1 June 2009
Related links	

Further to the Market Bulletin of 26 September 2008 reference Y4187, this Market Bulletin outlines the arrangements for the collection of the first instalment of the 2009 Members' Subscription and 2009 Franchise Performance and Risk Management Charge.

2009 Members' Subscriptions

Arrangements for the collection of the first instalment of the 2009 Members' Subscriptions will be the same as those for the 2008 subscriptions. This will be settled via the Lloyd's Central Accounting System on **7 January 2009** and invoices will be issued by 22 December, 2008.

2009 Franchise Performance and Risk Management Charge

An inflationary increase of 3% has been applied to the rates for the Franchise Performance and Risk Management Charge. For 2009 the basis of charging will change from capacity to written premiums in line with the basis for calculating the Members subscriptions and Central Fund contributions.

Initial payment of the FPRM charge due in January 2009 will be based on the written premium forecast within the syndicate business forecasts. Managing Agents are therefore no longer required to complete the electronic pro forma schedules. Invoices in respect of the first instalment will be issued by 22 December for attention of Compliance Officers. The due date for the payment of these invoices is **7 January 2009**. This charge cannot be collected via the Lloyd's Central Accounting System and payments should be made by CHAPS to the following:

Account Name: Corporation of Lloyd's Number One Account

Account Number: 13626469

Bank: National Westminster Bank PLC
City of London Office
1 Princes Street
London, EC2R 8PA

Bank Sort Code: 60-00-01

IBAN GB91NWBK6000 0113 6264 69

BIC NWBKGB2LXXX

Members' Subscriptions for 2009 are Exempt from VAT as per Market Bulletin Y2870 issued on 13 September 2002. No VAT is chargeable on the Franchise Performance and Market Risk Charge.

Interest is chargeable for late remittances at a rate of 5% over Nat West base lending rate.

This Market Bulletin has been sent to all underwriting agents, including corporate advisers. All enquiries should be addressed to Carolyn Smith on Lloyd's extension 2922 or by email to <mailto:carolyn.smith@lloyds.com>.

The second instalment of the 2009 Members' Subscriptions and Franchise Performance & Risk Management Charge will be due on 1 June 2009.

The 2009 Members' Subscription and Franchise Performance & Risk Management Charge will be adjusted to actual written premiums following receipt of audited annual syndicate returns in April 2011.

2009 New Central Fund Contributions

A further bulletin will be issued in March 2009 detailing the arrangements for the 2009 New Central Fund contributions.

Ian Wootten
Manager,
Financial Control