

MARKET BULLETIN

REF: Y4394

Title 2011 SBF Business Planning Process Instructions And Exchange Rates

Purpose SBF 2011 Provisional Exchange Rates

Type Scheduled

From David Indge, Underwriting Performance, Performance Management Directorate

Date 4th May 2010

Deadline

Related links

2011 SBF Exchange Rates

Lloyd's sets the rates of exchange to be used for the prospective year of account in the business planning process to help ensure consistency across the submissions received. Agents will be able to create 2011 Syndicate Business Forecasts (SBFs) on the Core Market Returns (CMR) system from 4th May 2010.

In a change to the usual procedure, Provisional Rates and Plan Rates will be used for the 2011 year of account. Plan Rates will be consistent with those used in the Individual Capital Assessment (ICA) process.

Provisional Rates will be made available on the CMR system on 4th May 2010 to enable Agents to create 2011 SBFs. These rates should be used for 2011 SBFs submitted up until 30th July 2010. The rates are as follows

US dollars	1.50
Euro	1.15
Canadian dollars	1.53
Australian dollar	1.65
Japanese yen	143.9
South African rand	11.23
Swiss franc	1.65
Hong Kong dollar	11.86
Swedish krona	11.08
Danish krone	8.58
Norwegian krone	9.04
New Zealand dollar	2.11
Singapore dollar	2.09

Plan Rates will be set at 30th June, and published by Lloyd's the following day (1st July 2010). These rates will be made available the CMR on 9th August 2010 and should be used in all SBF submissions after this date.

Where a Managing Agent has submitted an SBF using the Provisional Rates, it may be necessary to provide PMD with a bridging analysis detailing the effect of the Plan Rates of exchange on premium income.

The Plan Rates of exchange will be used for the purposes of monitoring premium against business plans, irrespective of fluctuations in the actual rates of exchange over time. Prescribing a fixed exchange rate allows direct comparison with the figures used in the original approved business plan, and introduces a uniform approach for all Lloyd's reporting purposes.

Exchange Rate and Submission dates:

4 th May 2010	Provisional 2011 plan rates published by Lloyd's
1 st July 2010	Final 2011 Plan Rates published by Lloyd's
9 th July 2010	Non Aligned Syndicates submit 2011 SBF (based on Provisional Rates)
9 th August 2010	The 30 th June ROE will be added to CMR
10 th September 2010	Deadline for Non Aligned syndicates to submit final 2011 SBF at 30 th June ROE
1 st October 2010	Deadline for Aligned syndicates to submit final 2011 SBF

Further Information

Please address any queries regarding this bulletin to the following address
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