

## MARKET BULLETIN

REF: Y4416

<b>Title</b>	Canadian DCAT Data Request
<b>Purpose</b>	To inform agents of additional data required by Lloyd's in order to comply with Canadian regulatory reporting requirements.
<b>Type</b>	Event
<b>From</b>	Sylwia Jakubowski, Manager, Actuarial, Market Reserving & Capital T: 020 7327 5654 email: <a href="mailto:Sylwia.Jakubowski@lloyds.com">Sylwia.Jakubowski@lloyds.com</a>
<b>Date</b>	13 <sup>th</sup> August 2010
<b>Deadline</b>	1 <sup>st</sup> October 2010
<b>Related files</b>	<a href="#">DCAT - Worked Example Template</a>  <a href="#">DCAT - Data Template</a>

As part of Lloyd's Canadian regulatory reporting requirements an annual Dynamic Capital Adequacy Test (DCAT) is completed centrally on behalf of the market. One of the inputs to this is estimated Canadian premium volumes and loss ratios for the current and future years of account.

To complete the DCAT analysis Lloyd's requires an additional data feed to obtain an estimated split of each syndicate's own business class volumes into Canadian Dollars. Please note that the deadline has changed from the 27<sup>th</sup> August 2010 scheduled provisionally in the Business Timetable to 1<sup>st</sup> October 2010 to bring the timing in line with this year's SBF submissions.

Lloyd's requires data based on a sub-set of SBF form 105 (columns A to C) but for Canadian Dollar business only. However, unlike the SBF which has dispensed with an updated forecast for the current year of account, information is required separately for both the current (2010) and prospective (2011) years of account. A data template is attached which shows that Lloyd's require Gross Premiums Written (gross of brokerage and commissions, and gross of reinsurance, equivalent to column C of SBF form 105), by Syndicate Class of Business, for Canadian Dollar business only.

Please note the above requirements are the same as in previous years.

A worked example is also attached.

Lloyd's will use the information supplied for the syndicate on SBF form 051 to apportion the gross premium data to risk codes that can then be aggregated into the market classes of business to be used for the DCAT analysis.

This additional return should be completed on a spreadsheet as per the attached template. The spreadsheet is to be completed for Canadian Dollar elements only. Separate returns are required for each syndicate and for each of the 2010 and 2011 years of account, and should be based on the most up to date information available. The return will **NOT** be required to be updated if expected volumes change in the future. If the syndicate does not plan to write Canadian Dollar business, a return is still required with a statement to this effect.

Completed spreadsheets should be returned via email to [Sylwia.Jakubowski@lloyds.com](mailto:Sylwia.Jakubowski@lloyds.com) no later than Friday 1<sup>st</sup> October 2010.

For technical queries please contact either:

- Jerome Kirk (T: 0207 327 5812, email: [Jerome.Kirk@lloyds.com](mailto:Jerome.Kirk@lloyds.com)) or
- Sylwia Jakubowski (T: 0207 327 5654, email: [Sylwia.Jakubowski@lloyds.com](mailto:Sylwia.Jakubowski@lloyds.com)) from the Market Reserving & Capital team.