

# MARKET BULLETIN

REF: Y4701

<b>Title</b>	Additional Securities Limited – Swiss Technical Reserve (Bound Assets) Requirements
<b>Purpose</b>	To inform managing agents of changes to the quarterly Bound Assets collection and distribution timetable with immediate effect.
<b>Type</b>	Quarterly
<b>From</b>	Andrew Gurney, Senior Manager International Licences International Regulatory Affairs Contact details: +44 (0)20 7327 6677 <a href="mailto:andrew.gurney@lloyds.com">andrew.gurney@lloyds.com</a>
<b>Date</b>	3 June 2013
<b>Deadline</b>	31 July 2013 for Q2 funding

## Swiss technical reserves (Bound Assets)

Following discussions with FINMA, the Swiss regulator, Lloyd's has agreed to amend its Swiss technical reserves (known as "Bound Assets") collection and distribution timetable to align funding and reporting dates, as required by the Swiss regulatory framework.

With immediate effect the dates of notification of funding requirements and the subsequent collection or distribution of funds by Additional Securities Limited will revert back to normal calendar quarter reporting and will therefore take place one month after quarter end. The revised dates for syndicate advices and subsequent settlement for the next four quarters are set out in the table below:

Quarter	Syndicate Advices Sent	Settlement Date
Q2 2013	24/07/2013	31/07/2013
Q3 2013	24/10/2013	31/10/2013
Q4 2013	24/01/2014	31/01/2014
Q1 2014	23/04/2014	30/04/2014

Lloyd's Swiss office, Zurich ("LSO") will continue to calculate the total liabilities each quarter (the "Bound Assets Reserving Requirement") and the level of Bound Assets reserved to meet that requirement, but will now do so in line with calendar quarter reporting as opposed to the previous offset quarter reporting which had taken place one month in advance. LSO uses *inter alia*, outstanding claims data supplied by Xchanging Claims Services ("XCS"). Funds will be collected from or distributed to syndicates as appropriate in order to meet the required amount of Bound Assets, and any increase in the requirement transferred to Lloyd's Bound Assets bank accounts in Switzerland.

**Further information:**

If you require additional information or wish to discuss this matter in more detail, please contact:

**Lloyd's International Trading Advice**

Lloyd's Desk, Ground Floor, Underwriting room

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Email [lita@lloyds.com](mailto:lita@lloyds.com)

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If you have any queries relating to the calculation of the Swiss Bound Assets reserving requirement, please address them to:

Graham West

Lloyd's Switzerland

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Please refer questions relating to ASL to:

Gurdip Sappal

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