

MARKET BULLETIN

REF: Y4726

Title	Q3 2013 QMR – major losses, exchange rates and other information.
Purpose	To provide managing agents with information required for the completion of the Q3 2013 Quarterly Monitoring Returns including the list of major losses to be reported and suggested exchange rates.
Type	Scheduled
From	Robert Smith, Manager, UK Reporting, Market Finance Contact details: 020 7327 5459 robert.smith@lloyds.com
Date	1 October 2013
Deadline	QMA – 14:00 Thursday 14 November 2013 QMB – 14:00 Thursday 14 November 2013
Related links	

This bulletin provides:

- (a) the list of major losses to be reported in QMA800u (see Appendix 1);
- (b) suggested exchange rates (see Appendix 2); and
- (c) Other information relevant to the completion of the Q3 2013 Quarterly Monitoring Return
- (d) key deadlines for the Q4 2013 year-end returns and for certain returns at Q1 to Q3 2014
- (e) Additional Securities Ltd – action required for waiver.

Information for the completion of the Q3 2013 QMRs

The submission dates are as noted above. All submissions are due by no later than 14:00 of the deadline date. The 2011 and 2012 forecasts as a percentage of capacity will be released to the Stock Exchange and included on Lloyds.com on Wednesday 20 November.

Forms and instructions

The instructions for the QMA remain “2013 version 1.0” and are available on the core market returns site.

Other information

Reporting performance issues

We would encourage all agents to report any issues they have with the performance of the software and accessing the systems as soon as they arise. This will enable the ITG help desk to help resolve the issue earlier in the process and enable us to monitor service levels in real time and respond quickly as issues emerge. The contact details for the Application Support team 020 7327 5252 (e-mail: ITGApplicationSupport2@Lloyds.com).

Key deadlines for the Q4 2013 year-end returns and certain returns at Q1 to Q3 2014

The deadlines for the coming year-end and the first three quarters of 2014 are set out in Appendix 3. There are no major changes to the deadlines.

Additional Securities Ltd – Admissible Assets for Solvency Purposes – General Waiver by Consent

As in previous years managing agents may take up the modification by consent of INSPRU 2.1.22R which is available on the PRA website, subject to managing agents meeting the criteria for granting of the waiver and that managing agents comply with the conditions. Under this process the waiver has been produced in a standard form and managing agents which need to take advantage of the waiver should write in to the PRA as soon as possible so that the PRA has sufficient time to process applications for approval before 31 December 2013. Letters can be e-mailed to the waivers team at the PRA via PRA-Waivers@bankofengland.co.uk. Details of the waiver can be found on the PRA website – see

<http://www.bankofengland.co.uk/pr/Pages/authorisations/waivers/waiversbyconsent.aspx>

Queries

Any queries or comments on this bulletin should be submitted via e-mail to Market Reporting (lloyds-MRD-ReturnQueries@lloyds.com).

Robert Smith

Major losses

The XIS catastrophe codes which must be reported in the Q3 2013 QMA800u are:

1	10C	Chilean Earthquake	27 February 2010
2	10E	Transocean MODU Deepwater Horizon	22 April 2010
3	10P	New Zealand Earthquake	4 September 2010
4	11C	New Zealand Earthquake	22 February 2011
5	11D	Japanese Earthquake and ensuing Tsunami	11 March 2011
6	11N	Losses arising from New Zealand earthquake at Sumner	13 June 2011
7	11R	Heavy rainfall and ensuing flooding in Thailand	1 October 2011
8	11RX	CBI claims arising out of the 2011 Thailand floods	1 October 2011
9	12A	Claims arising from the grounding of the Costa Concordia	13 January 2012
10	12J	Hurricane Sandy from Caribbean and ongoing	24 October 2012
11	13A	Cyclone Oswald affecting Queensland and New South Wales, Australia.	27 to 29 January 2013
12	13B	Destruction of Intelstat 27 (IS-27) Satellite following malfunction of launch vehicle 1 February 2013	1 February 2013
13	13C	National Air Cargo Boeing 747-400, N949CA, carrying military cargo crashed after take off from Bagram, Afghanistan	29 April 2013
14	13D	Tornado affecting Oklahoma City and environs	19 May 2013
15	13E	Central European flooding following heavy rainfall in Germany, Austria and the Czech Republic	1 June 2013
16	13F	Flooding following heavy rain in Alberta	20 June 2013
17	13G	Asiana Airways 777-200ER crash landing at San Francisco	6 July 2013
18	13H	Loss of Mitsui OSK Lines "MOL Comfort" in Indian Ocean	17 June 2013
19	D787	MLTC for Losses arising from the grounding of Boeing's 787 Dreamliner aircraft	29 January 2013
20	LIBOR	Claims involving the alleged manipulation of Libor & Euribor	-
21	MADO	Collapse of Madoff Investment Securities LLC	-
22	STRM	Losses arising from the collapse of Storm Financial Group	-
23	SUBS	Losses arising from sub prime	-

Agents are reminded that if they have any major loss to be reported on QMA800u that does not have an XIS catastrophe code they need to ensure that the loss has been allocated a major loss code. Any agent wishing to request a new major loss code should send an e-mail to the Lloyd's-MRD-ReturnQueries address and the relevant procedures and template will be provided by return. The deadline for submission of requests for new major loss codes to Market Finance is Friday 1 November 2013.

Major loss codes

Major loss codes assigned for 2013 to date are:

1	13ZA	Underground fire at Daw Mill Colliery	22/02/2013
2	13ZB	Armed diamond robbery – Brussels airport	18/02/2013
3	13ZC	YPF la Plata Refinery flood and fire damage	02/04/2013
4	13ZD	Colburn S.A., machinery breakdown	14/03/2013
5	13ZE	Cementation Canada Inc (USA), peat slide	08/04/2013
6	13ZF	A9 Milano – Laghi motorway robbery	10/04/2013

Please note:

Major loss codes relating to 2012 and prior are still maintained in the database. Syndicates are asked to report on major losses in accordance with the QMA800u instructions.

Rates of Exchange

The settlement currency rates as at 30 September 2013 (balance sheet), average currency rates (profit and loss account) for the 9 month period to 30 September 2013 and Q3 quarter rates are as follows (to the £):

	Accounts etc		GQD
	Period end	Average	In-quarter average*
US dollars	1.62	1.55	1.55
Canadian dollars	1.66	1.58	1.61
Euro	1.20	1.17	1.17
Australian dollar	1.73	1.58	1.69
Danish krone	8.92	8.76	8.73
Hong Kong dollar	12.56	12.00	12.03
Japanese yen	158.90	149.43	153.38
New Zealand dollar	1.94	1.89	1.94
Norwegian krone	9.74	8.99	9.29
Singapore dollar	2.03	1.94	1.97
South African rand	16.30	14.66	15.50
Swedish krona	10.40	10.07	10.15
Swiss franc	1.46	1.45	1.44

It is not a requirement that the above rates are used in your QMR submission but they may be used in the absence of another source for these indices.

* All original currencies that are reported in the GQD under 'currency code' OTH should be converted to Sterling either at the rates of exchange suggested by Lloyd's in this Market Bulletin or at the agent's chosen exchange rates (bearing in mind that outstanding claims should be converted at period-end spot rates).

Appendix 3

Deadlines for the 31 December 2013 year-end returns and certain Q1 to Q3 2014 returns

Activity	13/14 deadline	12/13 deadline
Agents to submit Q4 2013 GQD	Tues 14 January	Thurs 10 January
Agents to submit amended electronic Canadian packs	Fri 7 February	Fri 8 February
Agents to submit amended electronic US situs packs, schedule F&P packs, and associated statutory statements of actuarial opinion	Fri 14 February	Thurs 14 February
Agents to submit final signed and notarised reporting packs including schedules F&P	Wed 19 February	Mon 18 February
Agents to submit audited 31.12.2013 QMA, Worldwide SAO (non-life syndicates) and, for life syndicates, the certificate required under IPRU (INS) 9.58 (3) and the abstract of the report under SUP 4.6.15 (2).	Thurs 20 February	Thurs 21 February
Agents to submit 31.12.2013 QMB	Thurs 27 February	Thurs 28 February
Agents to submit distribution data files (fasttrack agents only)	Thurs 27 February	Thurs 28 February
Agents to submit audited 31.12.2013 QMC	Thurs 6 March	Thurs 7 March
Agents to submit distribution data files (non-fasttrack agents only)	Mon 10 March	Mon 11 March
Agents to submit distribution audit report and statement of responsibilities	Mon 10 March	Weds 13 March
Agents to submit 31.12.2013 syndicate annual report and accounts together with agent and auditor confirmation of agreement with QMA	Mon 17 March	Thurs 14 March
Agents submit underwriting year accounts to Lloyd's together with PDFs of annual and underwriting year accounts	Mon 24 March	Thurs 21 March
2014 FPP – this return, relating to run-off years, is no longer required	Not required	Not required
Lloyd's Annual Report approved by Council	Wed 26 March	Tues 26 March
Agents send annual and underwriting year accounts to members	Mon 31 March	Fri 29 March
Agents to submit report supporting the US and Worldwide SAOs	Mon 31 March	Fri 29 March
Agents to submit 31.12.2013 TPD	Thurs 03 April	Thurs 04 April

Other 2014 dates for GQD, QMA, QMB, QMC, LCR

Activity	13/14 deadline	12/13 deadline
Agents to submit Q1 2014 GQD	Thurs 10 April	Thurs 11 April
Agents to submit Q1 2014 QMA & QMB	Thurs 15 May	Thurs 16 May
Agents to submit Q2 2014 GQD	Thurs 10 July	Thurs 11 July
Provisional 2015 LCR	Thurs 3 July (provisional)	Thurs 4 July
Agents to submit unaudited Q2 2014 QMA & QMB	Thurs 07 August	Thurs 08 August
Agents to submit audited Q2 2014 QMA	Thurs 21 August	Thurs 22 August
Agents to submit audited Q2 2014 QMC	Thurs 4 September	Thurs 5 September
2015 LCR – non-aligned syndicates	Fri 12 September (provisional)	Thurs 12 September
2015 LCR – aligned syndicates	Fri 19 September (provisional)	Thurs 19 September
Agents to submit Q3 2014 GQD	Thurs 9 October	Thurs 10 October
Agents to submit Q3 2014 QMA & QMB	Thurs 13 November	Thurs 14 November