

# MARKET BULLETIN

REF: Y4783

<b>Title</b>	Expansion of the Claims Transformation Programme to Legacy Claims – Phase 2
<b>Purpose</b>	To communicate details for the conversion of the second phase of legacy claims to the 2010 Claims Scheme from 30 June 2014
<b>Type</b>	Event
<b>From</b>	Tom Bolt, Director Performance Management Directorate
<b>Date</b>	31 March 2014
<b>Deadline</b>	30 June 2014
<b>Related links</b>	<a href="#">Market Bulletin Y4731</a> <a href="http://www.lloyds.com/legacy">www.lloyds.com/legacy</a>

In order to fully achieve the customer service benefits of the Claims Transformation Programme (CTP), Lloyd's is expanding the scope of the CTP agreement practices to all open subscription market claims which are currently handled under the 2006 Claims Scheme or prior ("legacy" claims).

The expansion of CTP was announced in [Market Bulletin Y4731](#) dated 18 October 2013 which provided details of Phase 1 of the roll-out, which covered marine and energy legacy claims with effect from 31 December 2013. Phase 2 of the roll-out will take effect on 30 June 2014.

## Scope of Phase 2

In Phase 2, legacy claims in the property, reinsurance and accident and health classes of business (Phase 2 claims) will be brought into the scope of CTP. With effect from 30 June 2014, managing agents are no longer required to determine Phase 2 claims in accordance with the 2006 Claims Scheme or prior. Instead all Phase 2 claims should be determined under the 2010 Claims Scheme.

Schedule 5 of the Lloyd's Claims Scheme (Combined) identifies the risk codes and inception dates of policies on which claims are to be handled under the 2010 Claims Scheme. An amended Schedule 5, which will come into effect from 30 June 2014, is attached to this Bulletin. This shows the affected risk codes in property, reinsurance and

accident and health. Note that it includes a number of risk codes that have been retired and/or replaced but where there remain open claims.

Motor Truck Cargo and Fire Theft and Collision (MTC/FTC) binder claims sharing a marine and property risk code are included in Phase 2, having been excluded from Phase 1.

### **Excluded claims**

Claims attaching to Canadian binders processed through Scheme Canada are excluded from Phase 2. Claims attaching to binders with both first- and third-party sections and where claims on both sections appear on the same bordereaux are also excluded. These claims will be included in a later phase of the implementation.

Lloyd's permitted the exclusion from Phase 1 of complex legacy claims in coverage litigation or where the broker advised of an objection to changing the claims agreement provisions.

Following the successful implementation of Phase 1 and in light of the negligible number of claims notified by managing agents and brokers under the permitted exclusion, such claims are now considered suitable for conversion to CTP so as to fully achieve the customer service benefits of the CTP claims agreement process. Therefore no such exclusions will be permitted for Phase 2 and subsequent phases.

Lloyd's recognises that in some exceptional circumstances there may be claims that remain unsuitable for conversion and in such cases will engage with brokers and managing agents on a case-by-case basis.

### **Processes to be adopted for converted legacy claims**

From 30 June 2014, Phase 2 claims should be triaged in accordance with the 2010 Claims Scheme. Managing agents and brokers should note, however, that no immediate action is required on claims to convert them to CTP. The triaging of claims under CTP only needs to take place when the claim is next presented in the ordinary course of underwriters determining the claim. Since all files will normally require presentation to underwriters at least once during a 12 month period, it is expected that all claims to be converted will be triaged during the 12 months from 30 June 2014. Brokers are not expected in July to present all Phase 2 claims to managing agents for the purposes of legacy conversion.

Legacy claims where the claims file is in paper form will be included in the conversion to CTP and the 2010 Claims Scheme agreement practices will then apply to these paper files. Additionally, for the relevant risk codes, any new claims advised via paper from 30 June 2014 will also be subject to the 2010 Claims Scheme agreement practices.

From Q2 2014 Lloyd's intends to provide a free scanning service to allow Phase 1 and 2 files to be converted to ECF, where managing agents and brokers wish to do so. Further details, including the scope of this service, will be provided in due course.

Lloyd's will be issuing an updated version of the 2010 Claims Scheme Process Guidelines which will set out further detailed guidance on the conversion of Phase 2 claims to the 2010 Claims Scheme. This will be issued in advance of 30 June 2014.

### **Additional training**

Lloyd's will be providing training, free of charge, to managing agent and broker claims staff prior to implementation of Phase 2 on 30 June 2014. Managing agents and brokers will be advised separately of this training in due course.

### **Further information**

The CTP Project Team welcomes enquiries and may be contacted on +44 (0)20 7327 5900 or at [ctp@lloyds.com](mailto:ctp@lloyds.com).

## Schedule 5

### Risk Codes for policies in the 2010 Claims Scheme

A Class	B Risk Code	C Risk Code Description	D Complex Claims Financial Threshold (Lloyd's Share)	E Policy Inception Date	F Binding Authority Inception Date
Casualty Treaty	<b>X4</b>	NM LIABILITY EXCESS OF LOSS ON EXCESS OF LOSS - Risk code retired with effect from 01/01/05: use risk code "XL"	£250,000	All Policies	All Policies
Casualty Treaty	<b>XD</b>	PER RISK EXCESS OF LOSS PROFESSIONAL INDEM REINS - Risk code retired with effect from 01/01/05: use risk code "XL"	£250,000	All Policies	All Policies
Casualty Treaty	<b>XF</b>	NM LIABILITY EXCESS OF LOSS IN USA	£250,000	All Policies	All Policies
Casualty Treaty	<b>XG</b>	NM LIABILITY EXCESS OF LOSS EXCL USA	£250,000	All Policies	All Policies
Casualty Treaty	<b>XH</b>	NM LIABILITY EXCESS OF LOSS FOR OCCURRENCE EXCL USA	£250,000	All Policies	All Policies
Casualty Treaty	<b>XL</b>	NM LIABILITY EXCESS OF LOSS - Risk code retired with effect from 01/01/2010: use risk codes "XF" or "XG" as appropriate	£250,000	All Policies	All Policies
Casualty Treaty	<b>XM</b>	MOTOR WHOLE ACCOUNT EXCESS OF LOSS	£250,000	All Policies	All Policies
Casualty Treaty	<b>XN</b>	MOTOR WHOLE ACCOUNT EXCESS OF LOSS ORIGINAL BUSINESS OUTSIDE UK	£250,000	All Policies	All Policies
Marine	<b>B</b>	VSSLS SHIPBLDG ACV LOH AND CONTAINERS TLO EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>CT</b>	ARMoured CARRIERS AND CASH IN TRANSIT	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Marine	<b>FA</b>	FINE ART	£250,000	All Policies	All Policies
Marine	<b>FR</b>	FURRIERS - Risk code retired with effect from 01/01/05: use risk code "JB"	£250,000	All Policies	All Policies
Marine	<b>G</b>	MARINE LEGAL LIAB ALL OTHER NO CARGO EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>GC</b>	MARINE LEGAL LIAB CLAIMS MADE NO CARGO EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>GS</b>	GENERAL SPECIE INCLUDING VAULT RISK	£250,000	All Policies	All Policies
Marine	<b>GX</b>	XOL MARINE LEGAL LIAB EXCL CARGO ALL OTHER EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>JB</b>	JEWELLERS BLOCK JEWELLERY ETC INCL ROBBERY – From 01/01/05 also includes business previously coded “FR”	£250,000	All Policies	All Policies
Marine	<b>O</b>	YACHTS INCL WAR EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>OX</b>	XOL YACHTS INCL WAR EXCL WRO - Risk code retired with effect from 01/01/05: use risk code "TX"	£250,000	All Policies	All Policies
Marine	<b>Q</b>	CARGO WAR AND OR CONFISCATION RISKS ONLY	£250,000	All Policies	All Policies
Marine	<b>QL</b>	WAR ON LAND IRO GOODS IN TRANSIT - Risk code retired with effect from 01/01/05: use risk code "WL"	£250,000	All Policies	All Policies
Marine	<b>QX</b>	XOL CARGO WAR AND OR CONFISCATION RISKS ONLY - Risk code retired with effect from 01/01/05: use risk code "WX"	£250,000	All Policies	All Policies
Marine	<b>RX</b>	XOL HULLS OF AIRCRAFT WAR AND OR CONFIS RISKS ONLY	£250,000	All Policies	All Policies
Marine	<b>SA</b>	SEAFARERS ABANDONMENT (authorised syndicates only)	£250,000	All Policies	All Policies
Marine	<b>SR</b>	AGG STOP LOSS AND XOL MARINE OUTWARD WHOLE ACCOUNT	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Marine	<b>T</b>	VESSELS EXCL SHIPBLDG ACV LOH AND CONTAINERS EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>TS</b>	SHIPBUILDING EXCL ENERGY CONSTRUCTION	£250,000	All Policies	All Policies
Marine	<b>TX</b>	XOL VESSELS SHIPBLDG ACV LOH INCL WAR EXCL WRO - From 01/01/05 also includes business previously coded "OX"	£250,000	All Policies	All Policies
Marine	<b>V</b>	CARGO ALL RISKS INCL WAR EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>VL</b>	LEGAL LIAB CARGO AND PROP INCL CCC OF ASSURED EXCL WRO	£250,000	All Policies	All Policies
Marine	<b>VX</b>	CARGO ALL RISKS EXCLUDING WAR ONLY RISKS	£250,000	All Policies	All Policies
Marine	<b>W</b>	VESSELS WAR AND OR CONFISCATION EXCL BREACH VOYAGES	£250,000	All Policies	All Policies
Marine	<b>WB</b>	VESSELS HULL WAR BREACH VOYAGES ONLY	£250,000	All Policies	All Policies
Marine	<b>WL</b>	WAR ON LAND – From 01/01/05 also includes business previously coded "QL"	£250,000	All Policies	All Policies
Marine	<b>WX</b>	XOL VESSELS WAR AND OR CONFISCATION RISKS ONLY - From 01/01/05 also includes business previously coded "QX"	£250,000	All Policies	All Policies
Marine	<b>X2</b>	MARINE XOL ON XOL INCL WAR	£250,000	All Policies	All Policies
Marine	<b>X5</b>	ENERGY ACCOUNT XOL ON XOL INCL WAR - Risk code retired with effect from 01/01/05: use risk code "XE"	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Marine	<b>XE</b>	ENERGY ACCOUNT XOL INCL WAR - From 01/01/05 also includes business previously coded "X5"	£250,000	All Policies	All Policies
Marine	<b>XT</b>	MARINE WHOLE ACCOUNT XOL INCL WAR	£250,000	All Policies	All Policies
Property (D&F)	<b>1E</b>	OVERSEAS LEG TERRORISM ENERGY OFFSHORE PROPERTY	£250,000	All Policies	All Policies
Property (D&F)	<b>2E</b>	OVERSEAS LEG TERRORISM ENERGY OFFSHORE LIABILITY	£250,000	All Policies	All Policies
Property (D&F)	<b>3E</b>	OVERSEAS LEG TERRORISM ENERGY ONSHORE PROPERTY	£250,000	All Policies	All Policies
Property (D&F)	<b>3T</b>	OVERSEAS LEG TERRORISM MARINE	£250,000	All Policies	All Policies
Property (D&F)	<b>4E</b>	OVERSEAS LEG TERRORISM ENERGY ONSHORE LIABILITY	£250,000	All Policies	All Policies
Property (D&F)	<b>4T</b>	OVERSEAS LEG TERRORISM MISC AND PECUNIARY LOSS	£250,000	All Policies	All Policies
Property (D&F)	<b>5T</b>	OVERSEAS LEG TERRORISM MOTOR	£250,000	All Policies	All Policies
Property (D&F)	<b>6T</b>	OVERSEAS LEG TERRORISM PROPERTY	£250,000	All Policies	All Policies
Property (D&F)	<b>7T</b>	OVERSEAS LEG TERRORISM THIRD PARTY LIABILITY	£250,000	All Policies	All Policies
Property (D&F)	<b>8T</b>	OVERSEAS LEG TERRORISM TRANSPORT	£250,000	All Policies	All Policies
Property (D&F)	<b>AG</b>	AGRICULTURAL CROP AND FORESTRY	£250,000	All Policies	All Policies
Property (D&F)	<b>B2</b>	PHYS DAMAGE BINDER FOR PRIVATE PPTY IN USA	£250,000	All Policies	All Policies
Property (D&F)	<b>B3</b>	PHYS DAMAGE BINDER FOR COMMERCIAL PPTY IN USA	£250,000	All Policies	All Policies
Property (D&F)	<b>B4</b>	PHYS DAMAGE BINDER FOR PRIVATE PPTY EXCL USA	£250,000	All Policies	All Policies
Property (D&F)	<b>B5</b>	PHYS DAMAGE BINDER FOR COMMERCIAL PPTY EXCL USA	£250,000	All Policies	All Policies
Property (D&F)	<b>BD</b>	TERRORISM POOL RE	£250,000	All Policies	All Policies
Property (D&F)	<b>BS</b>	MORTGAGE INDEMNITY UK PRIVATE - Risk code retired with effect from 01/01/05: use risk code "FM"	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Property (D&F)	<b>CA</b>	ENGINEERING INCL MCHY AND BOILERS CAR AND ENG AR – Risk Code retired with effect from 01/01/2011: Use Risk Codes “CB” or “CC” as appropriate	£250,000	All Policies	All Policies
Property (D&F)	<b>CB</b>	ENGINEERING ANNUAL RENEWABLE INCL CAR EAR MB CPE B&M EEI AND TREATY LOD	£250,000	All Policies	All Policies
Property (D&F)	<b>CC</b>	ENGINEERING SINGLE PROJECT NON RENEWABLE INCL CAR EAR AND TREATY RAD	£250,000	All Policies	All Policies
Property (D&F)	<b>DC</b>	DIFFERENCE IN CONDITIONS	£250,000	All Policies	All Policies
Property (D&F)	<b>F</b>	FIRE AND PERILS - Risk code retired with effect from 01/01/05: use risk codes "B2" to "B5" or "P2" to "P7" as appropriate	£250,000	All Policies	All Policies
Property (D&F)	<b>FC</b>	COLLISION SALVAGE GENERAL AVERAGE GUARANTEES - Risk code retired with effect from 01/01/05: use risk code "SB"	£250,000	All Policies	All Policies
Property (D&F)	<b>FM</b>	MORTGAGE INDEMNITY - From 01/01/05 also includes business previously coded “BS”	£250,000	All Policies	All Policies
Property (D&F)	<b>FS</b>	SURETY BOND RI WEF 31/10/01 EXCL SB COUNTRIES - Risk code retired with effect from 01/01/05: use risk code "SB"	£250,000	All Policies	All Policies
Property (D&F)	<b>HA</b>	HAIL	£250,000	All Policies	All Policies
Property (D&F)	<b>HP</b>	UK HOUSEHOLD BUSINESS	£250,000	All Policies	All Policies
Property (D&F)	<b>LE</b>	LEGAL EXPENSES	£250,000	All Policies	All Policies
Property (D&F)	<b>LJ</b>	FOR USE BY LLOYDS JAPAN ONLY	£250,000	All Policies	All Policies



<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Property (D&F)	<b>N</b>	LIVESTOCK	£250,000	All Policies	All Policies
Property (D&F)	<b>NB</b>	BLOODSTOCK	£250,000	All Policies	All Policies
Property (D&F)	<b>NL</b>	NUCLEAR LIABILITY	£250,000	All Policies	All Policies
Property (D&F)	<b>NP</b>	NUCLEAR PROPERTY DAMAGE	£250,000	All Policies	All Policies
Property (D&F)	<b>NX</b>	LIVESTOCK EXCESS OF LOSS	£250,000	All Policies	All Policies
Property (D&F)	<b>P2</b>	PHYS DAMAGE FOR PRIM LAYER PPTY IN USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>P3</b>	PHYS DAMAGE FOR PRIM LAYER PPTY EXCL USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>P4</b>	PHYS DAMAGE FOR FULL VALUE PPTY IN USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>P5</b>	PHYS DAMAGE FOR FULL VALUE PPTY EXCL USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>P6</b>	PHYS DAMAGE FOR XS LAYER PPTY IN USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>P7</b>	PHYS DAMAGE FOR XS LAYER PPTY EXCL USA EXCL BINDERS	£250,000	All Policies	All Policies
Property (D&F)	<b>PD</b>	ALL RISK PHYSICAL LOSS DAMAGE NO DIRECT PPNL RI - Risk code retired with effect from 01/01/2005: use risk codes "B2" to "B5" or "P2" to "P7" as appropriate	£250,000	All Policies	All Policies
Property (D&F)	<b>PG</b>	OPERATIONAL POWER GENERATION TRANSMISSION AND UTILITIES EXCL CONSTRUCTION	£250,000	All Policies	All Policies
Property (D&F)	<b>SB</b>	SURETY BOND REINSURANCE - From 01/01/05 also includes business previously coded "FC" or "FS"	£250,000	All Policies	All Policies
Property (D&F)	<b>TC</b>	COMMERCIAL RITC	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Property (D&F)	<b>TE</b>	MALICIOUS DAMAGE AND SABOTAGE	£250,000	All Policies	All Policies
Property (D&F)	<b>TO</b>	OVERSEAS STAND ALONE TERROR EXCL "1T" to "8T" & "1E" to "4E"	£250,000	All Policies	All Policies
Property (D&F)	<b>TU</b>	UK STAND ALONE TERRORISM WHICH IS NON POOL RE	£250,000	All Policies	All Policies
Property (D&F)	<b>TW</b>	TERRORISM AND WAR ON LAND WHOLE ACCOUNT XOL TREATY RI INCL RI OF POOLS	£250,000	All Policies	All Policies
Property (D&F)	<b>WA</b>	EXTENDED WARRANTY - From 01/01/05 also includes business previously coded "WS"	£250,000	All Policies	All Policies
Property (D&F)	<b>WS</b>	EXTENDED WARRANTY STOP LOSS - Risk code retired with effect from 01/01/05: use risk code "WA"	£250,000	All Policies	All Policies
Property Treaty	<b>TR</b>	ALL RISK PHYSICAL OR LOSS DAMAGE DIRECT PPNL RI	£500,000	All Policies	All Policies
Property Treaty	<b>X3</b>	NM PROP OR PECUNIARY LOSS XOL ON XOL RETROCESSION	£500,000	All Policies	All Policies
Property Treaty	<b>XA</b>	NM PROPERTY OR PECUNIARY LOSS WHOLE ACCOUNT XOL IN USA	£500,000	All Policies	All Policies
Property Treaty	<b>XC</b>	PER RISK EXCESS OF LOSS PROP PECUNIARY LOSS REINS	£500,000	All Policies	All Policies
Property Treaty	<b>XJ</b>	NM PROPERTY OR PECUNIARY LOSS WHOLE ACCOUNT XOL IN JAPAN	£500,000	All Policies	All Policies
Property Treaty	<b>XP</b>	NM PROPERTY OR PECUNIARY LOSS WHOLE ACCOUNT XOL - Risk code being retired with effect from 01/01/2008: use risk codes "XA" "XU" "XJ" and "XR"	£500,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Property Treaty	<b>XR</b>	NM PROPERTY OR PECUNIARY LOSS WHOLE ACCOUNT XOL IN REST OF WORLD	£500,000	All Policies	All Policies
Property Treaty	<b>XU</b>	NM PROPERTY OR PECUNIARY LOSS WHOLE ACCOUNT XOL IN ALL OF EUROPE INCL UK	£500,000	All Policies	All Policies
Property Treaty	<b>XX</b>	NON MARINE PROPERTY PECUNIARY LOSS LMX - Risk code retired with effect from 01/01/05: use risk codes "XC" "XP" or "X3" as appropriate	£500,000	All Policies	All Policies
Energy	<b>EA</b>	ENERGY LIABILITY ONSHORE CLAIMS MADE	£500,000	All Policies	All Policies
Energy	<b>EB</b>	ENERGY LIABILITY ONSHORE ALL OTHER	£500,000	All Policies	All Policies
Energy	<b>EC</b>	ENERGY CONSTRUCTION OFFSHORE PROP AND SEARCH PROD VSSLS EXCL WRO	£500,000	All Policies	All Policies
Energy	<b>EF</b>	ENERGY ONSHORE PROPERTY	£500,000	All Policies	All Policies
Energy	<b>EG</b>	ENERGY LIABILITY OFFSHORE CLAIMS MADE	£500,000	All Policies	All Policies
Energy	<b>EH</b>	ENERGY LIABILITY OFFSHORE ALL OTHER	£500,000	All Policies	All Policies
Energy	<b>EM</b>	ENERGY SEARCH PROD VSSLS AND OFFSHORE PROP GOM WIND EXCL WRO EXCL CONSTRUCTION	£500,000	All Policies	All Policies
Energy	<b>EN</b>	ENERGY SEARCH PROD VSSLS AND OFFSHORE PROP EXCL GOM WIND EXCL WRO EXCL CONSTRUCTION	£500,000	All Policies	All Policies
Energy	<b>ET</b>	ENERGY SEARCH PROD VSSLS AND OFFSHORE PROP EXCL WRO EXCL CONSTRUCTION - Risk code retired with effect from 01/01/2011: use risk codes "EM" or "EN" as appropriate	£500,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Energy	<b>EW</b>	ENERGY OPERATORS XTRA EXPENSES AND CONTROL OF WELL - Risk code retired with effect from 01/01/2011: use risk codes "EY" or "EZ" as appropriate	£500,000	All Policies	All Policies
Energy	<b>EY</b>	ENERGY OPERATORS XTRA EXPENSES AND CONTROL OF WELL GOM WIND	£500,000	All Policies	All Policies
Energy	<b>EZ</b>	ENERGY OPERATORS XTRA EXPENSES AND CONTROL OF WELL EXCL GOM WIND	£500,000	All Policies	All Policies
PI / FI	<b>BB</b>	FIDELITY COMPUTER CRIME AND BANKERS POLICIES	£250,000	01 January 2012	01 January 2012
PI / FI	<b>D2</b>	D AND O LIAB EXCL FINANCIAL INSTITUTIONS IN USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>D3</b>	D AND O LIAB EXCL FINANCIAL INSTITUTIONS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>D4</b>	D AND O LIAB FOR FINANCIAL INSTITUTIONS INCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>D5</b>	D AND O LIAB FOR FINANCIAL INSTITUTIONS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E2</b>	PROF INDTY E AND O FOR LEGAL PROFESSIONS INCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E3</b>	PROF INDTY E AND O FOR LEGAL PROFESSIONS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E4</b>	PROF INDTY E AND O FOR ACCOUNTANTS INCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E5</b>	PROF INDTY E AND O FOR ACCOUNTANTS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E6</b>	PROF INDTY E AND O ARCHITECTS ENGINEERS INCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E7</b>	PROF INDTY E AND O ARCHITECTS AND ENGINEERS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>E8</b>	MISC PROF IND E AND O INCL USA EXCL "E2" "E4" "E6" CODES	£250,000	01 January 2012	01 January 2012

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
PI / FI	<b>E9</b>	MISC PROF IND E AND O EXCL USA EXCL "E3" "E5" "E7" CODES	£250,000	01 January 2012	01 January 2012
PI / FI	<b>F2</b>	PROF INDTY E AND O FOR FIN INSTITUTIONS INCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>F3</b>	PROF INDTY E AND O FOR FIN INSTITUTIONS EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>FG</b>	FINANCIAL GUARANTEE (authorised syndicates only)	£250,000	01 January 2012	01 January 2012
PI / FI	<b>GH</b>	HOSPITALS/ INSTITUTIONAL HEALTHCARE INSURANCE RISKS IN USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>GM</b>	MEDICAL MALPRACTICE EXCL USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>GN</b>	NURSING HOMES/ LONG-TERM AND ALLIED HEALTHCARE/OTHER MEDICAL MALPRACTICE RISKS IN USA	£250,000	01 January 2012	01 January 2012
PI / FI	<b>GT</b>	MEDICAL MALPRACTICE TREATY XOL IN USA	£250,000	01 January 2012	01 January 2012
Accident & Health	<b>1T</b>	OVERSEAS LEG TERRORISM ACCIDENT AND HEALTH	£250,000	All Policies	All Policies
Accident & Health	<b>DX</b>	PERSONAL ACCIDENT AND SICKNESS AVIATION	£250,000	All Policies	All Policies
Accident & Health	<b>K</b>	PERSONAL ACCIDENT AND SICKNESS	£250,000	All Policies	All Policies
Accident & Health	<b>KA</b>	PERSONAL ACCIDENT AND HEALTH CARVE OUT	£250,000	All Policies	All Policies
Accident & Health	<b>KC</b>	PERSONAL ACCIDENT AND HEALTH CREDITOR DISABILITY	£250,000	All Policies	All Policies
Accident & Health	<b>KD</b>	PERSONAL ACCIDENT AND SICKNESS AVIATION	£250,000	All Policies	All Policies
Accident & Health	<b>KG</b>	PA AND HEALTH INCL K AND R EXCL "KS" AND "KT" CODES	£250,000	All Policies	All Policies
Accident & Health	<b>KK</b>	PERSONAL ACCIDENT AND HEALTH - Risk code retired with effect from 01/01/05: use risk codes "KG" "KS" or "KT" as appropriate	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Accident & Health	<b>KL</b>	PERSONAL ACCIDENT AND HEALTH LMX - Risk code being retired with effect from 01/01/2008: use risk code "KX"	£250,000	All Policies	All Policies
Accident & Health	<b>KM</b>	MEDICAL EXPENSES INCL XS SPEC AND AGG SELF FUND	£250,000	All Policies	All Policies
Accident & Health	<b>KP</b>	MARITIME EXTORTION EXCL KIDNAP AND RANSOM WRITTEN UNDER KG	£250,000	All Policies	All Policies
Accident & Health	<b>KS</b>	PA AND HEALTH INCL SPORTS DIS OTHER THAN ACC DEATH	£250,000	All Policies	All Policies
Accident & Health	<b>KT</b>	PA AND HEALTH FOR TRAVEL PACKAGE SCHEMES	£250,000	All Policies	All Policies
Accident & Health	<b>KX</b>	PERSONAL ACCIDENT AND HEALTH CATASTROPHE XL - From 01/01/08 also includes business previously coded "KL"	£250,000	All Policies	All Policies
Accident & Health	<b>P</b>	MISCELLANEOUS PECUNIARY LOSS - From 01/01/05 also includes business previously coded "PE" "PP" "PS" and "PW"	£250,000	All Policies	All Policies
Accident & Health	<b>PB</b>	PRODUCT RECALL	£250,000	All Policies	All Policies
Accident & Health	<b>PC</b>	CANCELLATION AND ABANDONMENT	£250,000	All Policies	All Policies
Accident & Health	<b>PE</b>	LIQUIDATED DAMAGES FORCE MAJEURE - Risk code retired with effect from 01/01/05: use risk code "P"	£250,000	All Policies	All Policies
Accident & Health	<b>PF</b>	FILM INCLUDING FILM COMPLETION BONDS	£250,000	All Policies	All Policies
Accident & Health	<b>PN</b>	NON APPEARANCE	£250,000	All Policies	All Policies
Accident & Health	<b>PO</b>	OVER REDEMPTION - Risk code retired with effect from 01/01/05: use risk code "PU"	£250,000	All Policies	All Policies

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Accident & Health	<b>PP</b>	ESTATE PROTECTION - Risk code retired with effect from 01/01/05: use risk code "P"	£250,000	All Policies	All Policies
Accident & Health	<b>PS</b>	PERSONAL STOP LOSS - Risk code retired with effect from 01/01/05: use risk code "P"	£250,000	All Policies	All Policies
Accident & Health	<b>PU</b>	MISCELLANEOUS CONTINGENCY - From 01/01/05 also includes business previously coded "PO"	£250,000	All Policies	All Policies
Accident & Health	<b>PW</b>	WEATHER INCLUDING PLUVIUS - Risk code retired with effect from 01/01/05: use risk code "PU"	£250,000	All Policies	All Policies
Accident & Health	<b>PZ</b>	PRIZE INDEMNITY INCLUDING HOLE IN ONE	£250,000	All Policies	All Policies
Accident & Health	<b>TL</b>	TEMPORARY LIFE AND PERMANENT HEALTH	£250,000	All Policies	All Policies
Aviation	<b>2T</b>	OVERSEAS LEG TERRORISM AVIATION	£250,000	01 July 2012	01 July 2012
Aviation	<b>AO</b>	AVIATION PREMISES LEGAL LIABILITY NO PRODUCTS	£250,000	01 July 2012	01 July 2012
Aviation	<b>AP</b>	AVIATION OR AEROSPACE PRODUCTS LEGAL LIABILITY	£250,000	01 July 2012	01 July 2012
Aviation	<b>AW</b>	HULLS OF AIRCRAFT WAR OR CONFISCATION NO ACV.	£250,000	01 July 2012	01 July 2012
Aviation	<b>H2</b>	AIRLINE HULL	£250,000	01 July 2012	01 July 2012
Aviation	<b>H3</b>	GENERAL AVIATION HULL	£250,000	01 July 2012	01 July 2012
Aviation	<b>L2</b>	AIRLINE LIABILITY	£250,000	01 July 2012	01 July 2012
Aviation	<b>L3</b>	GENERAL AVIATION LIABILITY	£250,000	01 July 2012	01 July 2012
Aviation	<b>SC</b>	SPACE RISKS LAUNCH COMMISSIONING PERIOD AND TRANSPOND OP - From 01/01/08 also includes business previously coded "CX"	£250,000	01 July 2012	01 July 2012

<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Aviation	<b>SL</b>	SPACE RISK LIABILITY NO PRODUCTS LEGAL LIABILITY	£250,000	01 July 2012	01 July 2012
Aviation	<b>SO</b>	SPACE RISKS TRANSPONDER OPERATING	£250,000	01 July 2012	01 July 2012
Aviation	<b>X1</b>	AVIATION EXCESS OF LOSS ON EXCESS OF LOSS - From 01/01/05 also includes business previously coded "XZ"	£250,000	01 July 2012	01 July 2012
Aviation	<b>XY</b>	AVIATION WHOLE ACCOUNT XOL INCL WAR EXCL XOL ON XOL - From 01/01/05 also includes business previously coded "AR" and "AX" - From 01/01/08 also includes business previously coded "HX"	£250,000	01 July 2012	01 July 2012
Casualty	<b>CY</b>	CYBER SECURITY AND PRIVACY FIRST AND THIRD PARTY	£250,000	01 January 2013	01 January 2013
Casualty	<b>NA</b>	NM GENERAL AND MISC LIABILITY ALL OTHER EXCL USA - From 01/01/08 also includes business previously coded "PL"	£250,000	01 July 2012	01 July 2012
Casualty	<b>NC</b>	NM GENERAL AND MISC LIAB CLAIMS MADE EXCL USA - From 01/01/08 also includes business previously coded "PL"	£250,000	01 July 2012	01 July 2012
Casualty	<b>UA</b>	NM GENERAL AND MISC LIABILITY ALL OTHER INCL USA - From 01/01/08 also includes business previously coded "PL"	£250,000	01 July 2012	01 July 2012
Casualty	<b>UC</b>	NM GENERAL AND MISC LIAB CLAIMS MADE INCL USA - From 01/01/08 also includes business previously coded "PL"	£250,000	01 July 2012	01 July 2012
Casualty	<b>W3</b>	UK EMPLOYERS LIABILITY	£250,000	01 July 2012	01 July 2012



<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>
<b>Class</b>	<b>Risk Code</b>	<b>Risk Code Description</b>	<b>Complex Claims Financial Threshold (Lloyd's Share)</b>	<b>Policy Inception Date</b>	<b>Binding Authority Inception Date</b>
Casualty	<b>W4</b>	INTL WORKERS COMP AND EMPLOYERS LIAB EXCL USA AND UK	£250,000	01 July 2012	01 July 2012
Casualty	<b>W5</b>	US WORKERS COMPENSATION PER PERSON EXPOSED	£250,000	01 July 2012	01 July 2012
Casualty	<b>W6</b>	US WORKERS COMPENSATION CATASTROPHE EXPOSED	£250,000	01 July 2012	01 July 2012
Political Risks	<b>CF</b>	CONTRACT FRUSTRATION IN ACCORD MKT BULLETIN 4386 DATED 07/05/2010 - From 01/01/05 also includes business previously coded "CP"	£250,000	01 July 2012	01 July 2012
Political Risks	<b>CR</b>	CREDIT BUSINESS IN ACCORD MKT BULLETIN 4386 DATED 07/05/2010 - From 01/01/05 also includes business previously coded "CN"	£250,000	01 July 2012	01 July 2012
Political Risks	<b>PR</b>	POLITICAL RISK EXCL CONFISCATION VESSELS AIRCRAFT	£250,000	01 July 2012	01 July 2012
Overseas Motor	<b>MF</b>	OVERSEAS MOTOR DAM AND TPL EXCL USA CAN EU AND EEA - From 01/01/05 also includes business previously coded "MD" and "ME"	£250,000	01 July 2012	01 July 2012
Overseas Motor	<b>MG</b>	USA AND CANADA MOTOR VEHICLE PHYSICAL DAMAGE	£250,000	01 July 2012	01 July 2012
Overseas Motor	<b>MH</b>	USA AND CANADA MOTOR VEHICLE THIRD PARTY LIABILITY	£250,000	01 July 2012	01 July 2012
Overseas Motor	<b>MI</b>	USA AND CANADA MOTOR DAMAGE AND 3RD PARTY LIAB	£250,000	01 July 2012	01 July 2012
Overseas Motor	<b>MP</b>	EU AND EEA MOTOR PD AND TPL EXCL UK - From 01/01/05 also includes business previously coded "MM" and "MN"	£250,000	01 July 2012	01 July 2012
UK Motor	<b>M2</b>	UK MOTOR COMP FOR PRIVATE CAR INCL MOTORCYCLE	£250,000	01 July 2012	01 July 2012
UK Motor	<b>M3</b>	UK MOTOR COMP FOR FLEET AND COMMERCIAL VEHICLE	£250,000	01 July 2012	01 July 2012

A	B	C	D	E	F
Class	Risk Code	Risk Code Description	Complex Claims Financial Threshold (Lloyd's Share)	Policy Inception Date	Binding Authority Inception Date
UK Motor	M4	OTHER UK MOTOR COMP AND NON COMP EXCL "M2" AND "M3" CODES - From 01/01/08 includes business previously coded "M7"	£250,000	01 July 2012	01 July 2012
UK Motor	M5	UK MOTOR NON COMP FOR PRIVATE CAR INCL MOTORCYCLE	£250,000	01 July 2012	01 July 2012
UK Motor	M6	UK MOTOR NON COMP FOR FLEET AND COMM VEHICLE	£250,000	01 July 2012	01 July 2012
UK Motor	PQ	ROADSIDE RESCUE	£250,000	01 July 2012	01 July 2012

#### Notes:

Legacy claims attaching to *binding authorities* which contain both 1<sup>st</sup> and 3<sup>rd</sup> party sections, such as property and casualty binders, will not become subject to the 2010 Claims Scheme as part of Phase 2 of the implementation of CTP to legacy claims on 30 June 2014.

Legacy claims attaching to Canadian *binding authorities* processed through Scheme Canada will also not become subject to the 2010 Claims Scheme at this time.

Such claims will be included in the implementation of CTP to legacy claims at a later date.

Please note that Phase 1 legacy claims attaching to MTC/FTC (Motor Truck Cargo / Fire Theft and Collision) *binding authorities* which share both a marine and property risk code were deferred to Phase 2, pending the introduction of property classes into scope. Therefore from 30 June 2014 MTC/FTC binder legacy claims will become subject to the 2010 Claims Scheme.

More details may be found on [www.lloyds.com/claimsscheme](http://www.lloyds.com/claimsscheme).