

MARKET BULLETIN

REF: Y4881

Title	Code of Practice – Delegated Underwriting
Purpose	To announce the release of an updated Code of Practice
Type	Event
From	Peter Montanaro, Head of Delegated Authorities
Date	1 April 2015
Related links	http://www.lloyds.com/the-market/i-am-a/delegated-authority/operations/code-of-practice-for-delegated-underwriting

This bulletin is for the attention of all managing agents involved in writing binding authority business at Lloyd's. It is also relevant to brokers involved in binding authority business.

This bulletin is to announce the release of an updated Code of Practice for Delegated Underwriting.

The Code is available here: <http://www.lloyds.com/the-market/i-am-a/delegated-authority/operations/code-of-practice-for-delegated-underwriting>

This version of the Code replaces the October 2013 version.

Large portions of the Code have been rewritten to update language and style. However, only a few sections have undergone significant change. These are:

1.2.2	Restricted Coverholders (section deleted)
1.2.2	Service Company Coverholders (renumbered from 1.2.3 and additional requirements made)
1.4	Consortium arrangements
4.4	Due Diligence at Renewal
4.7	Restricted Coverholders (section deleted)
5.3	Other areas to consider/include (section added on delegating authority to the slip leader and on hold harmless agreements)
5.5	Registering a Binding Authority (section added)
5.7	Contracts with multiple section sections with different leads (section added)
6.5	Internet Security (section added)
6.7	Complaints (section added)
7	Conduct Risk

Other sections have been amended to clarify content but the content and requirements have not actually changed. This applies to the following sections:

1.6.2	Master Policies and Group Schemes
5.1	Clear, Considered and Complete Binding Authorities-Introduction
5.2	Lloyd's requirements for the content of contracts of delegation
8.1	Insurance Documents-Introduction
9.2	Due diligence of TPAs
11.2	Information to support the Lloyd's application
11.6.1	Lloyd's approach and guidance
Appendix 4	CPB
Appendix 5	Authorised Remote Worker Declaration

All Managing Agents should begin using the new Code immediately. If you have any questions please contact Jamie.Pearce@loyds.com.