

MARKET BULLETIN

REF: Y4883

Title	Q1 2015 QMR – major losses, exchange rates and other information.
Purpose	To provide managing agents with information required for the completion of the Q1 2015 Quarterly Monitoring Returns including the list of major losses to be reported and suggested exchange rates.
Type	Scheduled
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Date	1 April 2015
Deadline	QMA & QMB – 2:00pm Thursday 14 May 2015

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 Q1 2015 Quarterly Monitoring Return.

Deadlines

The submission dates are as noted above. Both returns must be submitted by no later than 2:00pm of the deadline date. The 2013 and 2014 forecasts as a percentage of capacity will be released to the Stock Exchange and included on Lloyds.com on Wednesday 20 May.

Forms and instructions

While no there are no changes to the software for the Q1 to Q3 2015 QMA returns, the QMA instructions are being updated to reflect certain of the changes in UK GAAP. The key areas to note are:

Where a syndicate has information to be reported as 'Other comprehensive income' the data should be input into QMA110, lines 50 to 53 as appropriate. By way of example, foreign exchange differences to be reported in 'Other comprehensive income' should be reported in QMA110 line 50.

On QMA201 syndicates should report cash equivalents (short-term (three months or less) highly liquid investments with an insignificant risk of their value changing, and that are readily convertible to a known amount of cash) in line 52, (currently titled deposits not subject to time restrictions), and cash (cash on hand and demand deposits) on line 53. In QMA002 these will be aggregated together

at line 23. This will facilitate the reconciliation of cash and cash equivalents in the cash flow statement.

The updated instructions should be posted to the QMA homepage by April 13. We will confirm in the FAQs when the instructions are available.

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 number for the support team is 020 7327 5252.

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 Q1 2015 QMA800u are:

1	10E	Transocean MODU Deepwater Horizon	22 April 2010
2	10P	New Zealand Earthquake	4 September 2010
3	11C	New Zealand Earthquake	22 February 2011
4	11N	Losses arising from New Zealand earthquake at Sumner	13 June 2011
5	12A	Claims arising from the grounding of the Costa Concordia	13 January 2012
6	12J	Hurricane Sandy from Caribbean and ongoing	24 October 2012
7	13A	Cyclone Oswald affecting Queensland and New South Wales, Australia.	27 to 29 January 2013
8	13F	Flooding following heavy rain in Alberta	20 June 2013
9	13G	Asiana Airways 777-200ER crash landing at San Francisco	6 July 2013
10	13K	SK Hynix Semiconductor Loss	4 September 2013
11	13P	Cold Weather USA/Canada – “Polar vortex”	30/12/13 to 02/01/14
12	14A	Malaysian Airlines Loss of B777-200ER, 9M-MRO	8 March 2014
13	14B	Attacks on Tripoli airport	From 13 July 2014
14	14C	Loss of Malaysian airways flight MH17 over Ukraine	17 July 2014
15	14D	Hurricane Odile	13 to 19 Sept. 2014
16	14F	Brisbane and South-East Queensland Storm	27 to 28 Nov. 2014
17	14G	Loss of Air Asia QZ8501 over the Java sea,	28 December 2014
18	MADO	Collapse of Madoff Investment Securities LLC	-
19	SUBS	Losses arising from sub prime	-

At the date of this bulletin there are no 2015 catastrophe codes.

As noted in section 2.24 to the current QMA instructions, if a 2015 event receives a loss code after the bulletin has been published, notification that the event is required in the QMA800u will be made through inclusion in the FAQs.

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 30 April 2015.

Major loss codes

No major loss codes have been assigned for 2015 to date.

Please note:

Major loss codes relating to 2014 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 31 March 2015 (balance sheet), and average currency rates (profit and loss account) for the three months to 31 March 2015 are as follows (to the £):

	Accounts etc		GQD
	Period end	Average	In-quarter average*
US dollars	1.48	1.51	1.51
Canadian dollars	1.88	1.88	1.88
Euro	1.38	1.35	1.35
Australian dollar	1.94	1.93	1.93
Danish krone	10.33	10.02	10.02
Hong Kong dollar	11.51	11.75	11.75
Japanese yen	178.03	180.53	180.53
New Zealand dollar	1.98	2.01	2.01
Norwegian krone	11.96	11.75	11.75
Singapore dollar	2.04	2.05	2.05
South African rand	17.99	17.79	17.79
Swedish krona	12.80	12.63	12.63
Swiss franc	1.44	1.44	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).